

**State of Illinois
Office of the Treasurer
Fiscal Officer Responsibilities**

Securities Lending Examination
As of and for the Year Ended June 30, 2019

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

**State of Illinois
Office of the Treasurer**

**Fiscal Officer Responsibilities
Securities Lending Examination
For the Year Ended June 30, 2019**

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**State of Illinois
Office of the Treasurer**

**Fiscal Officer Responsibilities
Securities Lending Examination
For the Year Ended June 30, 2019**

Treasurer's Office Officials

State Treasurer	Honorable Michael W. Frerichs
Chief of Staff	Mr. G. Allen Mayer
Deputy Treasurer & Chief Investment Officer	Mr. Rodrigo Garcia
General Counsel & Ethics Officer Acting General Counsel & Ethics Officer	Ms. Gwendolyn Drake (through April 22, 2019) Mr. Chris Flynn (April 23, 2019 – Present)
Executive Inspector General of the Illinois State Treasurer	Mr. Raymond Watson
Chief Internal Auditor	Ms. Leighann Manning
Director of State Investment and Banking	Ms. Elizabeth Turner
Director of Fiscal Operations	Ms. Deborah Miller

The Office of the Treasurer had the following office locations during the year:

Executive Office
State Capitol
219 State House
Springfield, Illinois 62706

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

Operational Divisions
Illinois Business Center
400 West Monroe, Suite 401
Springfield, Illinois 62704

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



OFFICE OF THE ILLINOIS STATE TREASURER
MICHAEL W. FRERICHS

October 21, 2019

Crowe LLP
3601 Wabash Avenue, Suite 201
Springfield, IL 62711

Ladies and Gentlemen:

We are responsible for determining and reporting securities lending amounts (securities lending collateral and obligations under securities lending) and securities lending activities pertaining to individual departments/agencies, and funds of the State who have equity in the State Treasurer's internal investment pool. We are responsible for ensuring that allocations made to individual funds and departments/agencies are determined in accordance with GASB Codification Section 160: *Investments - Securities Lending*, paragraph .107. We are responsible for and we have established and maintained an effective system of internal controls over these requirements. We assert the following as of and for the year ended June 30, 2019:

- A. The Office of the Treasurer has allocated securities lending amounts to individual agencies and funds based on each fund's proportionate share of equity in the State Treasurer's investment pool on June 30, 2019.
- B. The Office of the Treasurer has determined and accurately recorded the total of all securities lending balances and activities within its general ledger.
- C. The Office of the Treasurer has determined and reported beginning July 1, 2018 and ending June 30, 2019 balances for agency fund types, along with increases and decreases during fiscal year 2019 within those fund types.
- D. The Office of the Treasurer has determined that the methodology for allocating June 2019 interest to individual funds is also appropriate for allocating securities lending balances to individual funds at June 30, 2019.
- E. The Office of the Treasurer has accurately allocated June 2019 interest income to individual funds and this allocation is based on each fund's proportionate share of equity in the State Treasurer's investment pool on June 30, 2019.
- F. The Office of the Treasurer has accurately maintained records of all securities lending additions and deletions (new loans, returns and other changes) for fiscal year 2019.

Sincerely,

State of Illinois, Office of the Treasurer

Signed Original on File

The Honorable Michael W. Frerichs, State Treasurer

Signed Original on File

Rodrigo Garza, Deputy Treasurer & Chief investment Officer

Signed Original on File

G. Allen Mayer, Chief of Staff

Signed Original on File

Chris Flynn, General Counsel & Ethics Officer (Acting)

State Capitol
Room 219
Springfield, IL 62706
Phone: (217) 782-2211
Fax: (217) 785-2777
TTY: (866) 877-6013

James R. Thompson Center
100 West Randolph Street
Suite 15-600
Chicago, IL 60601
Phone: (312) 814-1700
Fax: (312) 814-5930
TTY: (866) 877-6013

Illinois Business Center
400 West Monroe Street
Suite 401
Springfield, IL 62704
Phone: (217) 782-6540
Fax: (217) 524-3822
TTY: (866) 877-6013

Myers Building
One West Old State Capitol Plaza
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**State of Illinois
Office of the Treasurer**

**Fiscal Officer Responsibilities
Securities Lending Examination
For the Year Ended June 30, 2019**

Securities Lending Report

Summary

The attestation examination of the accompanying securities lending schedules of the Office of the Treasurer, Fiscal Officer Responsibilities was performed by Crowe LLP.

Based on their examination, the accountants expressed an unmodified opinion on the Office of the Treasurer, Fiscal Officer Responsibilities' securities lending schedules in accordance with the criteria contained in Note 2 to the securities lending schedules.

Independent Accountant's Report

Honorable Frank J. Mautino
Auditor General, State of Illinois
Springfield, Illinois

As Special Assistant Auditors for the Auditor General, we have examined the accompanying Schedule 1 – Securities Lending Entries, Schedule 2 – Securities Lending Collateral, SCO-576 Agency Fund Activity, Schedule 3 – Allocation of Securities Lending Collateral Based on Distribution of Interest Income Earned During the Month of June 2019, Schedule 4 – Securities Lending Activity of State Treasurer, Agency Fund Activity, and the related Notes to Schedules, which collectively comprise the “Securities Lending Schedules,” as of and for the year ended June 30, 2019. Management of the State of Illinois (State), Office of the Treasurer, Fiscal Officer Responsibilities (the Treasurer) is responsible for presenting the Securities Lending Schedules in accordance with the criteria contained in Note 2 to the Securities Lending Schedules. Our responsibility is to express an opinion on the Securities Lending Schedules based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Securities Lending Schedules are in accordance with the criteria contained in Note 2 to the Securities Lending Schedules, in all material respects. An examination involves performing procedures to obtain evidence about the Securities Lending Schedules. The nature, timing and extent of the procedures depend on our judgment, including an assessment of the risks of material misstatement of the Securities Lending Schedules, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

In our opinion, the Securities Lending Schedules, as of and for the year ended June 30, 2019, are presented in accordance with the criteria contained in Note 2 to the Securities Lending Schedules, in all material respects.

This report is intended solely for the information and use of the Auditor General, the General Assembly, the Legislative Audit Commission, the Governor, the Comptroller, the State Treasurer and Treasurer management, management of Illinois State agencies in the securities lending pool and their auditors, and is not intended to be and should not be used by anyone other than these specified parties.

Signed Original on File

Crowe LLP

Springfield, Illinois
October 21, 2019

**State of Illinois
Office of the Treasurer**

**Securities Lending Entries
June 30, 2019**

Schedule 1

Agency Name	Agency	Fund	Account #	Debit Account Name	Debit Amount (In Thousands)	Account #	Credit Account Name	Credit Amount (In Thousands)
General Assembly	131	481	107	Securities Lending Collateral Equity with State Treasurer	\$ 849	224	Obligations under Securities Lending of State Treasurer	\$ 849
Retirement System	131	786	107	Securities Lending Collateral Equity with State Treasurer	14	224	Obligations under Securities Lending of State Treasurer	14
Suprem Ct. Hist. Pres.	210	428	107	Securities Lending Collateral Equity with State Treasurer	217	224	Obligations under Securities Lending of State Treasurer	217
Judges Retirement System	275	477	107	Securities Lending Collateral Equity with State Treasurer	5,351	224	Obligations under Securities Lending of State Treasurer	5,351
	275	787	107	Securities Lending Collateral Equity with State Treasurer	279	224	Obligations under Securities Lending of State Treasurer	279
Attorney General	340	929	107	Securities Lending Collateral Equity with State Treasurer	650	224	Obligations under Securities Lending of State Treasurer	650
Secretary of State	350	156	107	Securities Lending Collateral Equity with State Treasurer	5,948	224	Obligations under Securities Lending of State Treasurer	5,948
	350	362	107	Securities Lending Collateral Equity with State Treasurer	4,358	224	Obligations under Securities Lending of State Treasurer	4,358
	350	899	107	Securities Lending Collateral Equity with State Treasurer	1	224	Obligations under Securities Lending of State Treasurer	1
Comptroller	360	096	107	Securities Lending Collateral Equity with State Treasurer	1	224	Obligations under Securities Lending of State Treasurer	1
Treasurer	370	101	107	Securities Lending Collateral Equity with State Treasurer	275,125	224	Obligations under Securities Lending of State Treasurer	275,125
	370	103	107	Securities Lending Collateral Equity with State Treasurer	1,576	224	Obligations under Securities Lending of State Treasurer	1,576
	370	435	107	Securities Lending Collateral Equity with State Treasurer	586	224	Obligations under Securities Lending of State Treasurer	586
	370	932	107	Securities Lending Collateral Equity with State Treasurer	160	224	Obligations under Securities Lending of State Treasurer	160
Aging	402	698	107	Securities Lending Collateral Equity with State Treasurer	699	224	Obligations under Securities Lending of State Treasurer	699
Central Management	416	193	107	Securities Lending Collateral Equity with State Treasurer	552	224	Obligations under Securities Lending of State Treasurer	552
	416	203	107	Securities Lending Collateral Equity with State Treasurer	4,834	224	Obligations under Securities Lending of State Treasurer	4,834
	416	314	107	Securities Lending Collateral Equity with State Treasurer	1,738	224	Obligations under Securities Lending of State Treasurer	1,738
	416	317	107	Securities Lending Collateral Equity with State Treasurer	1,799	224	Obligations under Securities Lending of State Treasurer	1,799
	416	332	107	Securities Lending Collateral Equity with State Treasurer	3,131	224	Obligations under Securities Lending of State Treasurer	3,131
	416	457	107	Securities Lending Collateral Equity with State Treasurer	1,594	224	Obligations under Securities Lending of State Treasurer	1,594
	416	577	107	Securities Lending Collateral Equity with State Treasurer	497	224	Obligations under Securities Lending of State Treasurer	497
	416	755	107	Securities Lending Collateral Equity with State Treasurer	855	224	Obligations under Securities Lending of State Treasurer	855
	416	907	107	Securities Lending Collateral Equity with State Treasurer	15,022	224	Obligations under Securities Lending of State Treasurer	15,022
Commerce and Economic Opportunity	420	506	107	Securities Lending Collateral Equity with State Treasurer	9,327	224	Obligations under Securities Lending of State Treasurer	9,327
	420	913	107	Securities Lending Collateral Equity with State Treasurer	13	224	Obligations under Securities Lending of State Treasurer	13
	420	973	107	Securities Lending Collateral Equity with State Treasurer	555	224	Obligations under Securities Lending of State Treasurer	555
	420	974	107	Securities Lending Collateral Equity with State Treasurer	228	224	Obligations under Securities Lending of State Treasurer	228
	420	975	107	Securities Lending Collateral Equity with State Treasurer	96	224	Obligations under Securities Lending of State Treasurer	96
	420	993	107	Securities Lending Collateral Equity with State Treasurer	240	224	Obligations under Securities Lending of State Treasurer	240
Natural Resources	422	041	107	Securities Lending Collateral Equity with State Treasurer	6,694	224	Obligations under Securities Lending of State Treasurer	6,694
	422	042	107	Securities Lending Collateral Equity with State Treasurer	57	224	Obligations under Securities Lending of State Treasurer	57
	422	137	107	Securities Lending Collateral Equity with State Treasurer	742	224	Obligations under Securities Lending of State Treasurer	742
	422	145	107	Securities Lending Collateral Equity with State Treasurer	101	224	Obligations under Securities Lending of State Treasurer	101
	422	146	107	Securities Lending Collateral Equity with State Treasurer	71	224	Obligations under Securities Lending of State Treasurer	71

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Securities Lending Entries
June 30, 2019**

Schedule 1 (Continued)

Agency Name	Agency	Fund	Account #	Debit Account Name	Debit Amount (In Thousands)	Account #	Credit Account Name	Credit Amount (In Thousands)
	422	147	107	Securities Lending Collateral Equity with State Treasurer	\$ 96	224	Obligations under Securities Lending of State Treasurer	\$ 96
	422	257	107	Securities Lending Collateral Equity with State Treasurer	15,106	224	Obligations under Securities Lending of State Treasurer	15,106
	422	260	107	Securities Lending Collateral Equity with State Treasurer	680	224	Obligations under Securities Lending of State Treasurer	680
	422	261	107	Securities Lending Collateral Equity with State Treasurer	691	224	Obligations under Securities Lending of State Treasurer	691
	422	293	107	Securities Lending Collateral Equity with State Treasurer	130	224	Obligations under Securities Lending of State Treasurer	130
	422	353	107	Securities Lending Collateral Equity with State Treasurer	936	224	Obligations under Securities Lending of State Treasurer	936
	422	391	107	Securities Lending Collateral Equity with State Treasurer	2,350	224	Obligations under Securities Lending of State Treasurer	2,350
	422	504	107	Securities Lending Collateral Equity with State Treasurer	6	224	Obligations under Securities Lending of State Treasurer	6
	422	547	107	Securities Lending Collateral Equity with State Treasurer	174	224	Obligations under Securities Lending of State Treasurer	174
	422	953	107	Securities Lending Collateral Equity with State Treasurer	1,819	224	Obligations under Securities Lending of State Treasurer	1,819
	422	982	107	Securities Lending Collateral Equity with State Treasurer	65	224	Obligations under Securities Lending of State Treasurer	65
Financial and	440	022	107	Securities Lending Collateral Equity with State Treasurer	3,538	224	Obligations under Securities Lending of State Treasurer	3,538
Professional Regulation	440	057	107	Securities Lending Collateral Equity with State Treasurer	930	224	Obligations under Securities Lending of State Treasurer	930
	440	093	107	Securities Lending Collateral Equity with State Treasurer	7,863	224	Obligations under Securities Lending of State Treasurer	7,863
	440	151	107	Securities Lending Collateral Equity with State Treasurer	1,542	224	Obligations under Securities Lending of State Treasurer	1,542
	440	218	107	Securities Lending Collateral Equity with State Treasurer	6,331	224	Obligations under Securities Lending of State Treasurer	6,331
	440	241	107	Securities Lending Collateral Equity with State Treasurer	33	224	Obligations under Securities Lending of State Treasurer	33
	440	243	107	Securities Lending Collateral Equity with State Treasurer	412	224	Obligations under Securities Lending of State Treasurer	412
	440	244	107	Securities Lending Collateral Equity with State Treasurer	1,345	224	Obligations under Securities Lending of State Treasurer	1,345
	440	259	107	Securities Lending Collateral Equity with State Treasurer	296	224	Obligations under Securities Lending of State Treasurer	296
	440	386	107	Securities Lending Collateral Equity with State Treasurer	43	224	Obligations under Securities Lending of State Treasurer	43
	440	579	107	Securities Lending Collateral Equity with State Treasurer	271	224	Obligations under Securities Lending of State Treasurer	271
	440	615	107	Securities Lending Collateral Equity with State Treasurer	99	224	Obligations under Securities Lending of State Treasurer	99
	440	746	107	Securities Lending Collateral Equity with State Treasurer	317	224	Obligations under Securities Lending of State Treasurer	317
	440	750	107	Securities Lending Collateral Equity with State Treasurer	56	224	Obligations under Securities Lending of State Treasurer	56
	440	795	107	Securities Lending Collateral Equity with State Treasurer	4,719	224	Obligations under Securities Lending of State Treasurer	4,719
	440	823	107	Securities Lending Collateral Equity with State Treasurer	1,291	224	Obligations under Securities Lending of State Treasurer	1,291
	440	833	107	Securities Lending Collateral Equity with State Treasurer	106	224	Obligations under Securities Lending of State Treasurer	106
	440	849	107	Securities Lending Collateral Equity with State Treasurer	169	224	Obligations under Securities Lending of State Treasurer	169
	440	850	107	Securities Lending Collateral Equity with State Treasurer	1,137	224	Obligations under Securities Lending of State Treasurer	1,137
	440	850	107	Securities Lending Collateral Equity with State Treasurer	528	224	Obligations under Securities Lending of State Treasurer	528
	440	888	107	Securities Lending Collateral Equity with State Treasurer	260	224	Obligations under Securities Lending of State Treasurer	260
Human Services	444	025	107	Securities Lending Collateral Equity with State Treasurer	9	224	Obligations under Securities Lending of State Treasurer	9
	444	120	107	Securities Lending Collateral Equity with State Treasurer	3,896	224	Obligations under Securities Lending of State Treasurer	3,896
	444	123	107	Securities Lending Collateral Equity with State Treasurer	1	224	Obligations under Securities Lending of State Treasurer	1
	444	142	107	Securities Lending Collateral Equity with State Treasurer	16,124	224	Obligations under Securities Lending of State Treasurer	16,124
	444	148	107	Securities Lending Collateral Equity with State Treasurer	1,744	224	Obligations under Securities Lending of State Treasurer	1,744
	444	158	107	Securities Lending Collateral Equity with State Treasurer	179	224	Obligations under Securities Lending of State Treasurer	179
	444	211	107	Securities Lending Collateral Equity with State Treasurer	1,825	224	Obligations under Securities Lending of State Treasurer	1,825
	444	228	107	Securities Lending Collateral Equity with State Treasurer	1	224	Obligations under Securities Lending of State Treasurer	1
	444	365	107	Securities Lending Collateral Equity with State Treasurer	4,555	224	Obligations under Securities Lending of State Treasurer	4,555
	444	394	107	Securities Lending Collateral Equity with State Treasurer	879	224	Obligations under Securities Lending of State Treasurer	879
	444	502	107	Securities Lending Collateral Equity with State Treasurer	1,428	224	Obligations under Securities Lending of State Treasurer	1,428
	444	509	107	Securities Lending Collateral Equity with State Treasurer	3,903	224	Obligations under Securities Lending of State Treasurer	3,903
	444	706	107	Securities Lending Collateral Equity with State Treasurer	6	224	Obligations under Securities Lending of State Treasurer	6
	444	718	107	Securities Lending Collateral Equity with State Treasurer	10,764	224	Obligations under Securities Lending of State Treasurer	10,764

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Securities Lending Entries
June 30, 2019**

Schedule 1 (Continued)

Agency Name	Agency	Fund	Account #	Debit Account Name	Debit Amount (In Thousands)	Account #	Credit Account Name	Credit Amount (In Thousands)
IL Power Agency	445	424	107	Securities Lending Collateral Equity with State Treasurer	\$ 58	224	Obligations under Securities Lending of State Treasurer	\$ 58
Insurance	446	546	107	Securities Lending Collateral Equity with State Treasurer	1,328	224	Obligations under Securities Lending of State Treasurer	1,328
	446	739	107	Securities Lending Collateral Equity with State Treasurer	545	224	Obligations under Securities Lending of State Treasurer	545
Healthcare and Family Services	478	136	107	Securities Lending Collateral Equity with State Treasurer	1,893	224	Obligations under Securities Lending of State Treasurer	1,893
	478	329	107	Securities Lending Collateral Equity with State Treasurer	11,998	224	Obligations under Securities Lending of State Treasurer	11,998
	478	345	107	Securities Lending Collateral Equity with State Treasurer	4,063	224	Obligations under Securities Lending of State Treasurer	4,063
	478	346	107	Securities Lending Collateral Equity with State Treasurer	63,874	224	Obligations under Securities Lending of State Treasurer	63,874
	478	522	107	Securities Lending Collateral Equity with State Treasurer	1,412	224	Obligations under Securities Lending of State Treasurer	1,412
	478	720	107	Securities Lending Collateral Equity with State Treasurer	294	224	Obligations under Securities Lending of State Treasurer	294
	478	728	107	Securities Lending Collateral Equity with State Treasurer	18,249	224	Obligations under Securities Lending of State Treasurer	18,249
	478	740	107	Securities Lending Collateral Equity with State Treasurer	409	224	Obligations under Securities Lending of State Treasurer	409
	478	793	107	Securities Lending Collateral Equity with State Treasurer	53,257	224	Obligations under Securities Lending of State Treasurer	53,257
Public Health	482	014	107	Securities Lending Collateral Equity with State Treasurer	42	224	Obligations under Securities Lending of State Treasurer	42
	482	068	107	Securities Lending Collateral Equity with State Treasurer	1,337	224	Obligations under Securities Lending of State Treasurer	1,337
	482	198	107	Securities Lending Collateral Equity with State Treasurer	76	224	Obligations under Securities Lending of State Treasurer	76
	482	208	107	Securities Lending Collateral Equity with State Treasurer	733	224	Obligations under Securities Lending of State Treasurer	733
	482	340	107	Securities Lending Collateral Equity with State Treasurer	1,519	224	Obligations under Securities Lending of State Treasurer	1,519
	482	371	107	Securities Lending Collateral Equity with State Treasurer	1,345	224	Obligations under Securities Lending of State Treasurer	1,345
	482	429	107	Securities Lending Collateral Equity with State Treasurer	173	224	Obligations under Securities Lending of State Treasurer	173
	482	437	107	Securities Lending Collateral Equity with State Treasurer	260	224	Obligations under Securities Lending of State Treasurer	260
	482	469	107	Securities Lending Collateral Equity with State Treasurer	13	224	Obligations under Securities Lending of State Treasurer	13
	482	702	107	Securities Lending Collateral Equity with State Treasurer	487	224	Obligations under Securities Lending of State Treasurer	487
	482	790	107	Securities Lending Collateral Equity with State Treasurer	75	224	Obligations under Securities Lending of State Treasurer	75
	482	938	107	Securities Lending Collateral Equity with State Treasurer	21	224	Obligations under Securities Lending of State Treasurer	21
Revenue	492	084	107	Securities Lending Collateral Equity with State Treasurer	39	224	Obligations under Securities Lending of State Treasurer	39
	492	088	107	Securities Lending Collateral Equity with State Treasurer	6,871	224	Obligations under Securities Lending of State Treasurer	6,871
	492	138	107	Securities Lending Collateral Equity with State Treasurer	32,778	224	Obligations under Securities Lending of State Treasurer	32,778
	492	139	107	Securities Lending Collateral Equity with State Treasurer	22,356	224	Obligations under Securities Lending of State Treasurer	22,356
	492	190	107	Securities Lending Collateral Equity with State Treasurer	1,121	224	Obligations under Securities Lending of State Treasurer	1,121
	492	286	107	Securities Lending Collateral Equity with State Treasurer	12,978	224	Obligations under Securities Lending of State Treasurer	12,978
	492	337	107	Securities Lending Collateral Equity with State Treasurer	3,913	224	Obligations under Securities Lending of State Treasurer	3,913
	492	384	107	Securities Lending Collateral Equity with State Treasurer	7,131	224	Obligations under Securities Lending of State Treasurer	7,131
	492	802	107	Securities Lending Collateral Equity with State Treasurer	30,822	224	Obligations under Securities Lending of State Treasurer	30,822
	492	812	107	Securities Lending Collateral Equity with State Treasurer	41,235	224	Obligations under Securities Lending of State Treasurer	41,235
	492	841	107	Securities Lending Collateral Equity with State Treasurer	1,606	224	Obligations under Securities Lending of State Treasurer	1,606
	492	868	107	Securities Lending Collateral Equity with State Treasurer	377	224	Obligations under Securities Lending of State Treasurer	377
	492	869	107	Securities Lending Collateral Equity with State Treasurer	13	224	Obligations under Securities Lending of State Treasurer	13
State Police	493	209	107	Securities Lending Collateral Equity with State Treasurer	1,932	224	Obligations under Securities Lending of State Treasurer	1,932
	493	514	107	Securities Lending Collateral Equity with State Treasurer	487	224	Obligations under Securities Lending of State Treasurer	487
	493	520	107	Securities Lending Collateral Equity with State Treasurer	233	224	Obligations under Securities Lending of State Treasurer	233
	493	817	107	Securities Lending Collateral Equity with State Treasurer	3,383	224	Obligations under Securities Lending of State Treasurer	3,383
	493	904	107	Securities Lending Collateral Equity with State Treasurer	41	224	Obligations under Securities Lending of State Treasurer	41

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Securities Lending Entries
June 30, 2019**

Schedule 1 (Continued)

Agency Name	Agency	Fund	Account #	Debit Account Name	Debit Amount (In Thousands)	Account #	Credit Account Name	Credit Amount (In Thousands)
Transportation	494	233	107	Securities Lending Collateral Equity with State Treasurer	\$ 47	224	Obligations under Securities Lending of State Treasurer	\$ 47
	494	265	107	Securities Lending Collateral Equity with State Treasurer	924	224	Obligations under Securities Lending of State Treasurer	924
	494	669	107	Securities Lending Collateral Equity with State Treasurer	27	224	Obligations under Securities Lending of State Treasurer	27
	494	936	107	Securities Lending Collateral Equity with State Treasurer	213	224	Obligations under Securities Lending of State Treasurer	213
Veteran's Affairs	497	236	107	Securities Lending Collateral Equity with State Treasurer	377	224	Obligations under Securities Lending of State Treasurer	377
Management and Budget	507	407	107	Securities Lending Collateral Equity with State Treasurer	440	224	Obligations under Securities Lending of State Treasurer	440
	507	970	107	Securities Lending Collateral Equity with State Treasurer	3,322	224	Obligations under Securities Lending of State Treasurer	3,322
Deat & HH Comm.	526	449	107	Securities Lending Collateral Equity with State Treasurer	164	224	Obligations under Securities Lending of State Treasurer	164
Environmental Protection Agency	532	091	107	Securities Lending Collateral Equity with State Treasurer	2,219	224	Obligations under Securities Lending of State Treasurer	2,219
	532	154	107	Securities Lending Collateral Equity with State Treasurer	2	224	Obligations under Securities Lending of State Treasurer	2
	532	214	107	Securities Lending Collateral Equity with State Treasurer	450	224	Obligations under Securities Lending of State Treasurer	450
	532	270	107	Securities Lending Collateral Equity with State Treasurer	31,333	224	Obligations under Securities Lending of State Treasurer	31,333
	532	288	107	Securities Lending Collateral Equity with State Treasurer	296	224	Obligations under Securities Lending of State Treasurer	296
	532	336	107	Securities Lending Collateral Equity with State Treasurer	53	224	Obligations under Securities Lending of State Treasurer	53
	532	675	107	Securities Lending Collateral Equity with State Treasurer	9	224	Obligations under Securities Lending of State Treasurer	9
	532	731	107	Securities Lending Collateral Equity with State Treasurer	2,191	224	Obligations under Securities Lending of State Treasurer	2,191
	532	738	107	Securities Lending Collateral Equity with State Treasurer	36	224	Obligations under Securities Lending of State Treasurer	36
532	774	107	Securities Lending Collateral Equity with State Treasurer	27	224	Obligations under Securities Lending of State Treasurer	27	
Health Info. Exc. Auth.	534	606	107	Securities Lending Collateral Equity with State Treasurer	84	224	Obligations under Securities Lending of State Treasurer	84
Criminal Justice Information Authority	546	488	107	Securities Lending Collateral Equity with State Treasurer	2,361	224	Obligations under Securities Lending of State Treasurer	2,361
	546	665	107	Securities Lending Collateral Equity with State Treasurer	99	224	Obligations under Securities Lending of State Treasurer	99
Ed. Labor Relations Bd.	548	996	107	Securities Lending Collateral Equity with State Treasurer	30	224	Obligations under Securities Lending of State Treasurer	30
Housing Development Authority	551	338	107	Securities Lending Collateral Equity with State Treasurer	13	224	Obligations under Securities Lending of State Treasurer	13
Finance Authority	560	205	107	Securities Lending Collateral Equity with State Treasurer	2,221	224	Obligations under Securities Lending of State Treasurer	2,221
	560	994	107	Securities Lending Collateral Equity with State Treasurer	2,832	224	Obligations under Securities Lending of State Treasurer	2,832
Workers' Compensation Authority	563	179	107	Securities Lending Collateral Equity with State Treasurer	517	224	Obligations under Securities Lending of State Treasurer	517
	563	274	107	Securities Lending Collateral Equity with State Treasurer	4	224	Obligations under Securities Lending of State Treasurer	4
	563	431	107	Securities Lending Collateral Equity with State Treasurer	237	224	Obligations under Securities Lending of State Treasurer	237
	563	685	107	Securities Lending Collateral Equity with State Treasurer	2,360	224	Obligations under Securities Lending of State Treasurer	2,360
	563	940	107	Securities Lending Collateral Equity with State Treasurer	4,970	224	Obligations under Securities Lending of State Treasurer	4,970
State Board of Ed.	586	569	107	Securities Lending Collateral Equity with State Treasurer	499	224	Obligations under Securities Lending of State Treasurer	499
State Board of Elections	587	206	107	Securities Lending Collateral Equity with State Treasurer	3,915	224	Obligations under Securities Lending of State Treasurer	3,915

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Securities Lending Entries
June 30, 2019**

Schedule 1 (Continued)

Agency Name	Agency	Fund	Account #	Debit Account Name	Debit Amount (In Thousands)	Account #	Credit Account Name	Credit Amount (In Thousands)
Emergency Management	588	067	107	Securities Lending Collateral Equity with State Treasurer	\$ 1,291	224	Obligations under Securities Lending of State Treasurer	\$ 1,291
	588	796	107	Securities Lending Collateral Equity with State Treasurer	2,527	224	Obligations under Securities Lending of State Treasurer	2,527
	588	882	107	Securities Lending Collateral Equity with State Treasurer	736	224	Obligations under Securities Lending of State Treasurer	736
	588	942	107	Securities Lending Collateral Equity with State Treasurer	191	224	Obligations under Securities Lending of State Treasurer	191
State Employees' Retirement System	589	479	107	Securities Lending Collateral Equity with State Treasurer	43,053	224	Obligations under Securities Lending of State Treasurer	43,053
	589	788	107	Securities Lending Collateral Equity with State Treasurer	89	224	Obligations under Securities Lending of State Treasurer	89
State Police Merit Bd.	591	166	107	Securities Lending Collateral Equity with State Treasurer	1,163	224	Obligations under Securities Lending of State Treasurer	1,163
State Fire Marshal	592	572	107	Securities Lending Collateral Equity with State Treasurer	82	224	Obligations under Securities Lending of State Treasurer	82
Teachers' Retirement System	593	473	107	Securities Lending Collateral Equity with State Treasurer	46,118	224	Obligations under Securities Lending of State Treasurer	46,118
	593	789	107	Securities Lending Collateral Equity with State Treasurer	8,771	224	Obligations under Securities Lending of State Treasurer	8,771
Chicago State Univ.	608	223	107	Securities Lending Collateral Equity with State Treasurer	181	224	Obligations under Securities Lending of State Treasurer	181
Student Assistance Commission	691	663	107	Securities Lending Collateral Equity with State Treasurer	11,138	224	Obligations under Securities Lending of State Treasurer	11,138
	691	664	107	Securities Lending Collateral Equity with State Treasurer	16,406	224	Obligations under Securities Lending of State Treasurer	16,406
Nonshared funds					967,408			
GRF					1,737,524			
Subtotal					2,704,932			
Shared funds under Treasurer's authority, GAAP adjustment made in-house by Comptroller					398,342			
Grand Total					\$ 3,103,274			

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Securities Lending Collateral
SCO-576 Agency Fund Activity
For the Year Ended June 30, 2019**

Schedule 2

Agency Name	Agency	Fund	Account #	Account Name	Amounts in Thousands			
					Beginning Balance at July 1, 2018	Additions	Deletions	Ending Balance at June 30, 2019
Treasurer	370	932	107	Securities Lending Collateral Equity with State Treasurer	\$ 235	4,758	4,833	\$ 160
			224	Obligations under Securities Lending of State Treasurer	235	4,758	4,833	160
Central Management	416	457	107	Securities Lending Collateral Equity with State Treasurer	3,975	67,533	69,914	1,594
			224	Obligations under Securities Lending of State Treasurer	3,975	67,533	69,914	1,594
Revenue	492	84	107	Securities Lending Collateral Equity with State Treasurer	72	1,173	1,206	39
			224	Obligations under Securities Lending of State Treasurer	72	1,173	1,206	39
	492	88	107	Securities Lending Collateral Equity with State Treasurer	8,993	194,847	196,969	6,871
			224	Obligations under Securities Lending of State Treasurer	8,993	194,847	196,969	6,871
	492	138	107	Securities Lending Collateral Equity with State Treasurer	47,174	1,002,320	1,016,716	32,778
			224	Obligations under Securities Lending of State Treasurer	47,174	1,002,320	1,016,716	32,778
	492	139	107	Securities Lending Collateral Equity with State Treasurer	50,850	815,083	843,577	22,356
			224	Obligations under Securities Lending of State Treasurer	50,850	815,083	843,577	22,356
	492	190	107	Securities Lending Collateral Equity with State Treasurer	1,707	36,050	36,636	1,121
			224	Obligations under Securities Lending of State Treasurer	1,707	36,050	36,636	1,121
	492	337	107	Securities Lending Collateral Equity with State Treasurer	27,315	129,801	153,203	3,913
			224	Obligations under Securities Lending of State Treasurer	27,315	129,801	153,203	3,913
	492	812	107	Securities Lending Collateral Equity with State Treasurer	63,727	1,289,441	1,311,933	41,235
			224	Obligations under Securities Lending of State Treasurer	63,727	1,289,441	1,311,933	41,235
	492	841	107	Securities Lending Collateral Equity with State Treasurer	2,141	49,734	50,269	1,606
			224	Obligations under Securities Lending of State Treasurer	2,141	49,734	50,269	1,606
	492	868	107	Securities Lending Collateral Equity with State Treasurer	438	9,939	10,000	377
			224	Obligations under Securities Lending of State Treasurer	438	9,939	10,000	377
	492	869	107	Securities Lending Collateral Equity with State Treasurer	11	337	335	13
			224	Obligations under Securities Lending of State Treasurer	11	337	335	13
Ed. Labor Relations Bd.	548	996	107	Securities Lending Collateral Equity with State Treasurer	45	918	933	30
			224	Obligations under Securities Lending of State Treasurer	45	918	933	30

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Allocation of Securities Lending Collateral
Based on Distribution of Interest Income Earned During the Month of June 2019
For the Year Ended June 30, 2019**

Schedule 3

Fund	Fund Name	June 2019 Interest Income	Allocations of Securities Lending Collateral	Allocations of Securities Lending Collateral for GAAP (In Thousands)
011*	ROAD FUND	\$ 539,543	\$ 75,438,487	\$ 75,438
011*	TRANSPORTATION BOND FUND A	2,119	296,277	296
014	FOOD & DRUG SAFETY FUND	299	41,806	42
022	GENERAL PROFESSIONS DEDICATED FUND	25,307	3,538,405	3,538
025	GROUP HOME LOAN REV FUND	62	8,669	9
041	WILDLIFE & FISH FUND	47,876	6,693,985	6,694
042	SALMON FUND	408	57,046	57
057	IL. STATE PHARMACY DISC. FUND	6,649	929,658	930
067	RADIATION PROTECTION FUND	9,234	1,291,091	1,291
068	HOSPITAL LICENSURE FUND	9,560	1,336,672	1,337
072	UNDERGROUND STORAGE TANK FUND	181,848	25,425,847	25,426
073	SPECIAL OLYMPICS IL AND SPEC CHILD CHAR FUND	2	280	-
075	COMPASSIONATE USE OF MEDICAL CANNABIS FUND	36,598	5,117,104	5,117
084	CNTY WATER COMM TAX FUND	277	38,730	39
088	NON- HOME RULE MUNICIPAL R.O.T. FUND	49,140	6,870,717	6,871
091	CLEAN AIR ACT PERMIT FUND	15,868	2,218,652	2,219
093	IL. STATE MEDICAL DISCP. FUND	56,240	7,863,434	7,863
096	CEMETARY CONS. PROTECTION FUND	6	839	1
101	G.O. BOND RETIREMENT & INTEREST FUND	1,967,719	275,124,957	275,125
103	STATE TREASURER'S ADMIN FUND	11,272	1,576,042	1,576
120	HOME SERVICES MEDICAID TRUST FUND	27,861	3,895,504	3,896
123	HANSEN-THERKELSEN FUND	10	1,398	1
136	UNIVERSITY OF IL HOSPITAL SERVICES FUND	13,541	1,893,292	1,893
137	PLUGGING & RESTORATION FUND	5,309	742,300	742
138	HOME RULE MUNICIPAL R.O.T. FUND	234,432	32,778,102	32,778
139	HOME RULE COUNTY R.O.T. FUND	159,892	22,355,976	22,356
142	COMMUNITY DEVEL DISABL FUND	115,321	16,124,094	16,124
145	EXPLOSIVES REGULATORY FUND	724	101,229	101
146	AGGREGATE OPER. REG. FUND	507	70,888	71
147	COAL MINING REG. FUND	684	95,636	96
148	MENTAL HEALTH REPORTING FUND	12,476	1,744,385	1,744
151	REGIST. C.P.A. ADMIN. & DISCP. FUND	11,026	1,541,647	1,542
154	E.P.A. COURT ORDERED TR FUND	12	1,678	2
156	MOTOR VEHICLE THEFT PREV. FUND	42,541	5,948,050	5,948
158	SEXUAL ASSAULT SERVICES & PREVENTION FUND	1,283	179,388	179
166	STATE POLICE MERIT BOARD PUBLIC SAFETY FUND	8,319	1,163,156	1,163
179	INJURED WORKERS BENEFIT FUND	3,696	516,772	517
190	COUNTY OPTION MOTOR FUEL FUND	8,017	1,120,931	1,121
193	LOCAL GOV'T HEALTH INS RESV FUND	3,949	552,146	552
198	DIABETES RESEARCH CHECKOFF FUND	543	75,922	76
203	TEACHER HEALTH INS. SEC. FUND	34,574	4,834,110	4,834
205	IL FARMERS & AGRIBUSINESS LOAN FUND	15,882	2,220,609	2,221
206	HELP ILLINOIS VOTE FUND	28,000	3,914,938	3,915
208	TICKET FOR THE CURE FUND	5,245	733,352	733
209	STATE POLICE FIREARM SERVICES FUND	13,819	1,932,162	1,932
211	DHS TECHNOLOGY INITIATIVE FUND	13,056	1,825,480	1,825
214	BROWNSFIELD REDEVELOPMENT FUND	3,221	450,358	450
218	PROFESSIONS INDIRECT COST FUND	45,282	6,331,294	6,331
223	CHI ST UNIV ED IMP FUND	1,294	180,926	181
228	AUTISM RESEARCH CHECKOFF FUND	8	1,119	1
233	INTERCITY PASSENGER RAIL FUND	337	47,119	47
236	IL VETERANS ASSISTANCE FUND	2,699	377,372	377
241	TOMA CONSUMER PROTECTION FUND	237	33,137	33
243	CREDIT UNION FUND	2,945	411,768	412
244	SAV & RESID. FINANCE REG FUND	9,616	1,344,502	1,345

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Allocation of Securities Lending Collateral
Based on Distribution of Interest Income Earned During the Month of June 2019
For the Year Ended June 30, 2019**

Schedule 3 (Continued)

Fund	Fund Name	June 2019 Interest Income	Allocations of Securities Lending Collateral	Allocations of Securities Lending Collateral for GAAP (In Thousands)
257	AML RECLAMATION SET ASIDE FUND	\$ 108,040	\$ 15,106,070	\$ 15,106
258	NURSING DEDICATED AND PROF. FUND	30,475	4,260,991	4,261
259	OPTOMETRIC LICSN. & DISC COMM FUND	2,119	296,277	296
260	FISH & WILDLIFE ENDWMNT FUND	4,864	680,081	680
261	UNDRGRND RESOURCE CONS ENF FUND	4,943	691,126	691
265	ST RAIL FREIGHT LOAN REPYMNT FUND	6,609	924,065	924
270	WATER POLLTN CONT REVL FUND	224,096	31,332,930	31,333
274	SELF-INSURERS ADMIN FUND	29	4,055	4
286	IL. AFF HOUSING TRUST FUND	92,823	12,978,440	12,978
288	COMM WATER SUPPLY FUND	2,115	295,718	296
293	STATE FURBEARER FUND	930	130,032	130
314	FACILITIES MANAGEMENT REVOLVING FUND	12,428	1,737,673	1,738
317	PROFESSIONAL SERVICES FUND	12,867	1,799,054	1,799
329	COUNTY HOSPITAL SERV FUND	85,812	11,998,168	11,998
332	WORKERS COMP REVOLVING FUND	22,392	3,130,832	3,131
334	AMBULANCE REVOLVING LOAN FUND	2	280	-
336	ENVIR. LAB. CERTF. FUND	376	52,572	53
337	METRO PIER AND EXPOSITION FUND	27,988	3,913,261	3,913
338	FEDERAL HOME INVESTMENT FUND	92	12,863	13
340	PUBLIC HEALTH SERV REV FUND	10,866	1,519,276	1,519
344	DEV DISAB. HLTH CARE PROV FUND	26,703	3,733,593	3,734
345	LONG TERM CARE PROV FUND	29,061	4,063,287	4,063
346	HOSPITAL PROVIDER FUND	456,834	63,874,178	63,874
353	STATE PHEASANT FUND	6,696	936,230	936
356	LAW ENFORCEMENT CAMERA GRANT FUND	6,382	892,326	892
362	SEC AUDIT & ENFORCEMENT FUND	31,172	4,358,445	4,358
365	HEALTH & HUMAN SVCS MED TRUST FUND	32,578	4,555,031	4,555
371	INNOV. LONGTERM CARE QLTY DEV FUND	9,618	1,344,781	1,345
384	TAX COMPLIANCE & ADMIN FUND	50,999	7,130,641	7,131
386	APPRAISAL ADMINISTRATIVE FUND	308	43,064	43
391	ILLINOIS HABITAT FUND	16,806	2,349,802	2,350
394	GAINING EARLY AWARENESS FUND	6,285	878,764	879
407	GRANT ACCOUNTABILITY & TRANSPARENCY FUND	3,144	439,592	440
412	COMMON SCHOOL FUND	124,436	17,398,546	17,399
424	ILLINOIS POWER AGENCY TRUST FUND	411	57,466	58
428	SUPREME COURT HISTORIC PRESER FUND	1,549	216,580	217
429	MULTIPLE SCLEROSIS RESEARCH FUND	1,239	173,236	173
431	SECOND INJURY FUND	1,697	237,273	237
435	CHARITABLE TRUST STABILIZATION FUND	4,188	585,563	586
437	QUALITY OF LIFE ENDOWMENT FUND	1,859	259,924	260
449	INTERPRETERS FOR THE DEAF FUND	1,171	163,728	164
457	GROUP INSURANCE PREMIUM FUND	11,399	1,593,799	1,594
469	AUTOIMMUNE DISEASE RESEARCH FUND	92	12,863	13
473	TEACHERS RETIREMENT SYSTEM FUND	329,842	46,118,255	46,118
474	HUMAN SVCS PRIORITY CAPITAL PROG FUND	4	559	1
477	JUDGES RETIREMENT SYSTEM FUND	38,274	5,351,441	5,351
479	STATE EMPL RETIREMENT FUND	307,921	43,053,277	43,053
481	GENERAL ASSEMBLY RETIREMENT FUND	6,075	849,402	849
488	CRIMINAL JUSTICE FUND	16,887	2,361,127	2,361
502	EARLY INTERVENTION SERVICES REV FUND	10,215	1,428,253	1,428
504	WILDLIFE PRAIRIE PARK FUND	42	5,872	6
506	STATE SMALL BUSINESS CREDIT INITIATIVE FUND	66,707	9,326,921	9,327

(See accompanying Notes to Schedules)

State of Illinois
Office of the Treasurer

**Allocation of Securities Lending Collateral
Based on Distribution of Interest Income Earned During the Month of June 2019
For the Year Ended June 30, 2019**

Schedule 3 (Continued)

Fund	Fund Name	June 2019 Interest Income	Allocations of Securities Lending Collateral	Allocations of Securities Lending Collateral for GAAP (In Thousands)
509	DHS COMMUNITY SERVICES FUND	\$ 27,911	\$ 3,902,495	\$ 3,903
514	STATE ASSET FORFEITURE FUND	3,481	486,711	487
520	FEDERAL ASSET FORFEITURE FUND	1,668	233,218	233
522	MONEY FOLLOWS THE PERSON FUND	10,097	1,411,755	1,412
546	PUBLIC PENSION REGULATION FUND	9,498	1,328,003	1,328
547	CONSERVATION POLICE OPERATIONS ASSIST FUND	1,244	173,935	174
548	DRYCLEANER ENVR RESPONSE TR FUND	3,032	423,932	424
569	SCHOOL TECH REV LOAN FUND	3,571	499,294	499
572	FIRETRUCK REVL LOAN FUND	586	81,934	82
574	OFF HIGHWAY VEHICLE TRAILS FUND	4,405	615,904	616
577	COMM COLLEGE HEALTH INS SEC FUND	3,558	497,477	497
579	SAVINGS INSTITUTION REGULATORY FUND	1,940	271,249	271
606	HEALTH INFORMATION EXCHANGE FUND	599	83,752	84
615	DEBT SETTLEMENT CONSUMER PROTECTION FUND	707	98,852	99
663	FEDERAL STUDENT LOAN FUND	79,661	11,138,140	11,138
664	STUDENT LOAN OPERATING FUND	117,334	16,405,550	16,406
665	PRESCRIPTION PILL AND DRUG DISP FUND	705	98,573	99
669	AIRPORT LANDLOAD REV FUND	189	26,426	27
675	ELECTRONICS RECYCLING FUND	67	9,368	9
685	COMP RATE ADJ FUND	16,878	2,359,869	2,360
686	BUDGET STABILIZATION FUND	2,589	361,992	362
694	CAPITAL PROJECT FUND	477,568	66,773,190	66,773
698	LONG TERM CARE OMBUDSMAN FUND	5,002	699,376	699
702	ASST LIVING & SHARED HOUSING FUND	3,481	486,711	487
706	HUNGER RELIEF FUND	40	5,593	6
718	COMM MENTAL HEALTH MEDICAID FUND	76,984	10,763,844	10,764
720	FAMILY CARE FUND	2,103	294,040	294
728	DRUG REBATE FUND	130,517	18,248,787	18,249
731	IL CLEAN WATER ACT FUND	15,672	2,191,247	2,191
738	ALTERNATIVE COMPLIANCE MARKET FUND	256	35,794	36
739	GROUP WORKERS COMP POOL INSOLV FUND	3,899	545,155	545
740	MEDICAID BUY-IN PROG REV FUND	2,922	408,552	409
746	HOME INSPECTOR ADMINISTRATION FUND	2,269	317,250	317
750	REAL ESTATE AUDIT FUND	403	56,347	56
755	STATE EMPLOYEES DEF COMP FUND	6,112	854,575	855
774	OIL SPILL RESPONSE FUND	191	26,705	27
786	GEN ASSEM RETIRE EXCESS BENE FUND	100	13,982	14
787	JUDGES RETIRE EXCESS BENE FUND	1,999	279,499	279
788	ST EMP RETIRE EXCESS BENE FUND	636	88,925	89
789	TEACHERS RETIRE EXCESS BENE FUND	62,733	8,771,280	8,771
790	PRIVATE SEWAGE DISP. PROGRAM FUND	539	75,363	75
793	HEALTHCARE PROVIDER RELIEF FUND	380,900	53,257,145	53,257
795	BANK AND TRUST COMPANY FUND	33,751	4,719,039	4,719
796	NUCLEAR SAFETY EMER PREP FUND	18,074	2,527,093	2,527
802	PERS PROP TAX REPL FUND	220,442	30,822,031	30,822
812	R.T.A. SALES TAX FUND	294,917	41,235,068	41,235
817	ISP OPERATIONS FUND	24,199	3,383,486	3,383
823	IL STATE DENTAL DISCP FUND	9,236	1,291,370	1,291
833	CEMETARY RELIEF FUND	755	105,564	106
841	METRO EAST MASS TRANSIT DIST FUND	11,484	1,605,684	1,606
849	REAL ESTATE RESCH & ED FUND	1,206	168,622	169
850*	REAL ESTATE LISC ADMIN FUND	8,133	1,137,150	1,137
850*	REAL ESTATE LISC ADMIN FUND	3,777	528,097	528
868	MUNICIPAL AUTO RENTING TAX FUND	2,697	377,092	377
869	COUNTY AUTO RENTING TAX FUND	92	12,863	13
882	SHEFFIELD 2/82 AGREED ORDER FUND	5,264	736,008	736

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Allocation of Securities Lending Collateral
Based on Distribution of Interest Income Earned During the Month of June 2019
For the Year Ended June 30, 2019**

Schedule 3 (Continued)

Fund	Fund Name	June 2019 Interest Income	Allocations of Securities Lending Collateral	Allocations of Securities Lending Collateral for GAAP (In Thousands)
888	DESIGN PROF ADMIN & INVST FUND	\$ 1,863	\$ 260,483	\$ 260
899	ST. JUDE CHILDR RESEARH FUND	6	839	1
902	ST. CONSTRUCTION FUND	1,373,806	192,084,498	192,084
904	POLICE FEDERAL PROJECT FUND	295	41,247	41
907	HEALTH INSURANCE RESERVE FUND	107,441	15,022,318	15,022
913	FED WORKFORCE TRAINING FUND	92	12,863	13
929	VIOLENT CRIME VICTIMS ASSIST FUND	4,648	649,880	650
932	ST TREAS COURT ORDER ESCROW FUND	1,144	159,953	160
936	RAIL FREIGHT LOAN RPYMNT FUND	1,520	212,525	213
938	HEARING AID DISP EXAM & DISC FUND	150	20,973	21
940	SELF- INSURERS SECURITY FUND	35,543	4,969,595	4,970
942	RADIOACTIVE WASTE FAC DEV FUND	1,364	190,713	191
953	STATE MIGRATORY WATERFOWL STAMP FUND	13,008	1,818,769	1,819
954	IL STATE PODIATRIC DISCIPLINE FUND	1,456	203,577	204
960	BUILD ILLINOIS FUND	38,010	5,314,529	5,315
970	BUILD IL BR&I FUND	23,758	3,321,825	3,322
973	BUILD IL CDB REVOLVING LOAN FUND	3,972	555,362	555
974	ILLINOIS EQUITY FUND	1,630	227,905	228
975	LARGE BUSINESS ATTRACTION FUND	690	96,475	96
982	IL BEACH MARINA FUND	468	65,436	65
993	PUBLIC INFRASTRUCT CONST LOAN REV FUND	1,720	240,489	240
994	IL AGRI LOAN GUARANTEE FUND	20,252	2,831,619	2,832
996	ED LABOR REL BD FAIR SHARE TRUST FUND	216	30,202	30
Total Funds Allocation Except GRF		\$ 9,767,970	\$ 1,365,750,052	\$ 1,365,750
General Revenue Fund		12,426,932	1,737,524,073	1,737,524
Total Income/Securities Lending Allocation		\$ 22,194,902	\$ 3,103,274,125	\$ 3,103,274

Securities Lending at 6/30/2019 \$ 3,103,274,125
Distribution Rate 2.35%

Note 1: The distribution rate is a calculated value based on investments held, earnings applied, individual investment rates, and average balances of investments maintained in the state-wide investment pool throughout any given month (e.g., June 2019 Rate of 2.35%).

Note 2: The June 2019 Interest Income by fund included in the schedule above is presented gross of the Treasurer's administrative fee, which the Treasurer deducts from Interest Income for the cost of administering the State investment portfolio. The Treasurer began collecting the Treasurer's administrative fee during Fiscal Year 2019 pursuant to 15 ILCS 505/20.

* Funds 011 and 850 received two allocations of interest income as they are also allocated the interest income for Funds 553 (Transportation Bond Series A Fund) and 629 (Real Estate Recovery Fund), respectively.

**State of Illinois
Office of the Treasurer**

**Securities Lending Activity of State Treasurer
Agency Fund Activity
For the Year Ended June 30, 2019**

Schedule 4

New Loans	\$ 93,243,308,685
Positive Marks	<u>58,519,314</u>
Total Bought (additions)	<u>\$ 93,301,827,999</u>
Returns	\$ 94,685,009,128
Negative Marks	<u>34,635,746</u>
Total Sold (deletions)	<u>\$ 94,719,644,874</u>
Beginning balance 7/1/18	\$ 4,521,091,000
Additions	93,301,827,999
Deletions	<u>94,719,644,874</u>
Ending balance 6/30/19	<u>\$ 3,103,274,125</u>

New Loans are the total dollar value of new Treasurer owned securities loaned to Deutsche Bank during FY19.

Positive Marks are the total dollar value of credit adjustments (gains) for securities related to market movements during FY19.

Returns are the total dollar value of loaned securities that were returned to the Treasurer from Deutsche Bank during FY19.

Negative Marks are the total dollar value of debit adjustments (losses) for securities related to market movements during FY19.

**State of Illinois
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**Securities Lending Activity of State Treasurer
Agency Fund Activity
For the Year Ended June 30, 2019**

Schedule 4 (Continued)

Allocation of Additions			FY19 Average		Allocated Based	
Agency	Fund		Investment Balance	% of Total (Rounded)	on % of Total Additions	
370	932	\$	586,723	0.0051%	\$	4,757,706
416	457		8,328,210	0.0724%		67,533,041
492	084		144,619	0.0013%		1,172,712
492	088		24,028,690	0.2088%		194,847,442
492	138		123,606,682	1.0743%		1,002,320,391
492	139		100,516,490	0.8736%		815,083,179
492	190		4,445,699	0.0386%		36,049,949
492	337		16,007,108	0.1391%		129,800,833
492	812		159,014,565	1.3820%		1,289,441,137
492	841		6,133,283	0.0533%		49,734,488
492	868		1,225,669	0.0107%		9,938,885
492	869		41,570	0.0004%		337,092
548	996		113,251	0.0010%		918,347
Total Avg. Inv. Balance for all pooled investments			\$ 11,506,030,907	100.00%		

Statement of Changes in Assets and Liabilities

		Amounts in Thousands				
Agency	Fund	Beginning Balance at July 1, 2018	Additions	Deletions	Ending Balance at June 30, 2019	
370	932	\$ 235	\$ 4,758	\$ 4,833	\$ 160	
416	457	3,975	67,533	69,914	1,594	
492	084	72	1,173	1,206	39	
492	088	8,993	194,847	196,969	6,871	
492	138	47,174	1,002,320	1,016,716	32,778	
492	139	50,850	815,083	843,577	22,356	
492	190	1,707	36,050	36,636	1,121	
492	337	27,315	129,801	153,203	3,913	
492	812	63,727	1,289,441	1,311,933	41,235	
492	841	2,141	49,734	50,269	1,606	
492	868	438	9,939	10,000	377	
492	869	11	337	335	13	
548	996	45	918	933	30	

(See accompanying Notes to Schedules)

**State of Illinois
Office of the Treasurer**

**Notes to Schedules
For the Year Ended June 30, 2019**

Note 1. Background

The State Treasurer lends securities to broker-dealers and other entities for collateral that will be returned for the same securities in the future. The State Treasurer has, through a Securities Lending Agreement, authorized Deutsche Bank AG to lend the State Treasurer's securities to broker-dealers and banks pursuant to a form of loan agreement.

During fiscal year 2019, Deutsche Bank AG lent U.S. Agency securities and U.S. Treasury securities and received as collateral U.S. dollar denominated cash. Borrowers were required to deliver collateral for each loan equal to at least 100% of the aggregate fair value of the loaned securities. Loans are marked to market daily. If the fair value of collateral falls below 100%, the borrower must provide additional collateral to raise the fair value to 100%.

The State Treasurer did not impose any restrictions during fiscal year 2019 on the amount of the loans of available, eligible securities. In the event of borrower default, Deutsche Bank AG provides the State Treasurer with counterparty default indemnification. In addition, Deutsche Bank AG is obligated to indemnify the State Treasurer if Deutsche Bank AG loses any securities, collateral or investments of the State Treasurer in Deutsche Bank AG's custody. There were no losses during fiscal year 2019 resulting from a default of the borrowers or Deutsche Bank AG.

During fiscal year 2019, the State Treasurer and the borrowers maintained the right to terminate all securities lending transactions on demand. The cash collateral received on each loan was invested in repurchase agreements with approved counterparties collateralized with securities approved by Deutsche Bank AG and marked to market daily at no less than 102%. Because the loans are terminable at will, their duration did not generally match the duration of the investments made with cash collateral. The State Treasurer had no credit risk as a result of its securities lending program as the collateral held exceeded the fair value of the securities lent. The securities lending collateral received that was invested in repurchase agreements and the fair value of securities on loan for the State Treasurer as of June 30, 2019 were \$3,103,274,125 and \$3,064,814,670 respectively.

Note 2. Criteria for Allocating Securities Lending Amounts

GASB Codification Section I60: *Investments - Securities Lending*, paragraph .107 states "If a government pools money from several funds for investment purposes and the pool, rather than the individual funds, has securities lending transactions, the government should report the assets and liabilities arising from the securities lending transactions in the balance sheets of the funds and activities that have the risk of loss on the collateral assets. In many cases, this will involve a pro rata allocation to the various funds and activities based on their equity in the pool."

Based on the guidance cited above, the Treasurer allocates securities lending related assets and liabilities to individual State agency funds using each participating agency's proportionate share of average equity within the State's investment pool, maintained by the Treasurer, for the month of June 2019. The methodology used for allocating securities lending related assets and liabilities is the same methodology used for allocating accrued securities lending income to each agency and fund. This is consistent with the methodology utilized for allocating monthly investment income for each participating agency and fund within the State's investment pool, maintained by the Treasurer, throughout the fiscal year.