

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

Financial Audit
For the Years Ended June 30, 2023 and 2022

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, 2023 and 2022

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**State of Illinois
Office of the Treasurer**

**College Savings Program
Financial Audit
For the Years Ended June 30, 2023 and 2022**

Office of the Treasurer's Officials

Treasurer	Honorable Michael W. Frerichs
Deputy Treasurer	Ms. Catherine Shannon
Deputy Treasurer	Mr. Fernando Diaz
Chief of Staff	Mr. G. Allen Mayer
Chief Investment Officer	Mr. Joseph Aguilar
General Counsel & Ethics Officer	Ms. Laura Duque
Executive Inspector General for the Illinois State Treasurer	Ms. Heather Stone
Chief Internal Auditor	Ms. Leighann Manning
Chief Fiscal Officer	Ms. Deborah Miller
Director of Fiscal Operations	Mr. Wes Howerton
Chief Banking Officer	Ms. Elizabeth Turner
Director of College Savings and Deputy Chief, Financial Products	Mr. John Mitchell

Office of the Treasurer's Offices

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

Executive Office
State Capitol
219 State House
Springfield, Illinois 62706

Operational Divisions
Marine Bank Building
1 East Old State Capitol Plaza
Springfield, Illinois 62706

Chicago Office Legal/Programmatic
State Treasurer's Office
555 W. Monroe, 14th Floor
Chicago, Illinois 60661

FINANCIAL STATEMENT REPORT

**State of Illinois
Office of the Treasurer**

**College Savings Program
Financial Audit
For the Years Ended June 30, 2023 and 2022**

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, 2023 and 2022.

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

Summary of Findings

<u>Number of</u>	<u>Current Report</u>	<u>Prior Report</u>
Findings	1	0
Repeated findings	0	0
Prior recommendations implemented or not repeated	0	0

Schedule of Findings

CURRENT FINDINGS

<u>Item No.</u>	<u>Page</u>	<u>Last/First Reported</u>	<u>Description</u>	<u>Finding Type</u>
2023-001	148	New	Inadequate Internal Controls Related to Review of Financial Statements	Significant Deficiency

Exit Conference

The Office waived an exit conference in correspondence from Leighann Manning, Chief Internal Auditor on August 15, 2024. The response to the recommendation was provided by Leighann Manning, Chief Internal Auditor, in a correspondence dated August 15, 2024.

Independent Auditor's Report

Independent Auditor's Report

The Honorable Frank J. Mautino
Auditor General
State of Illinois

Opinion

As Special Assistant Auditors for the Auditor General, we have audited the financial statements of the College Savings Program, a fiduciary (investment trust) fund of the State of Illinois, Office of the Treasurer, as of and for the years ended June 30, 2023 and 2022, and the related notes to the financial statements, as listed in the table of contents.

In our opinion, the accompanying 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, 2023 and 2022, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Office of the Treasurer, and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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, 2023 and 2022, and 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for purpose of expressing an opinion on the effectiveness of the Office of the Treasurer's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the financial statements of the College Savings Program of the State of Illinois, Office of the Treasurer. The Supplementary Information (pages 23 - 102) as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information 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. The 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.

Other Information

Management is responsible for the other information included in the annual report. The Other Information (pages 103-145) as listed in the table of contents does not include the financial statements of the College Savings Program of the State of Illinois, Office of the Treasurer, and our auditor’s report thereon. Our opinion on the financial statements of the College Savings Program of the State of Illinois, Office of the Treasurer, do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 20, 2024, on our consideration of the State of Illinois, Office of the Treasurer’s internal control over financial reporting of the College Savings Program 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 and compliance.

SIGNED ORIGINAL ON FILE

Springfield, Illinois
August 20, 2024

Financial Statements

**State of Illinois
Office of the Treasurer**

**College Savings Program
Statements of Fiduciary Net Position
June 30, 2023 and 2022**

	2023	2022
Assets		
Cash and Cash Equivalents	\$ 1,203,392,534	\$ 1,077,463,880
Capital Shares Receivable	23,562,488	19,565,056
Dividends Receivable	27,516,975	20,950,168
Mutual Funds	<u>16,051,469,037</u>	<u>14,276,730,738</u>
 Total Assets	 <u>17,305,941,034</u>	 <u>15,394,709,842</u>
 Liabilities and Net Position		
Liabilities		
Capital Shares Payable	19,341,105	17,991,778
Other Liabilities	<u>13,696,861</u>	<u>9,261,784</u>
 Total Liabilities	 <u>33,037,966</u>	 <u>27,253,562</u>
 Net Position Held in Trust for Participants	 <u>\$ 17,272,903,068</u>	 <u>\$ 15,367,456,280</u>

The accompanying notes are an integral part of these statements.

**State of Illinois
Office of the Treasurer**

**College Savings Program
Statements of Changes in Fiduciary Net Position
For the Years Ended June 30, 2023 and 2022**

	2023	2022
Additions		
Investment Income (Expense)		
Investment Earnings	\$ 466,643,235	\$ 498,940,273
Class Action Recovery	74,156	1,773,459
Net Change in Fair Value of Investments	1,041,080,224	(2,598,191,886)
State Administrative Fees	(2,500,329)	(3,050,000)
Other Operating Expenses	(31,368,934)	(851,794)
12b-1 Fees	(7,031,591)	(19,404,508)
Management and Bank Custodial Fees	(15,961,647)	(16,360,333)
Net Investment Earnings	<u>1,450,935,114</u>	<u>(2,137,144,789)</u>
Other Participant Transactions		
Program Contributions	<u>1,804,483,508</u>	<u>2,006,944,837</u>
Total Additions	3,255,418,622	(130,199,952)
Deductions		
Program Distributions	<u>1,349,971,834</u>	<u>1,268,837,704</u>
Total Deductions	<u>1,349,971,834</u>	<u>1,268,837,704</u>
Change in Net Position	1,905,446,788	(1,399,037,658)
Net Position, Beginning of Fiscal Year	<u>15,367,456,280</u>	<u>16,766,493,938</u>
Net Position, End of Fiscal Year	<u>\$ 17,272,903,068</u>	<u>\$ 15,367,456,280</u>

The accompanying notes are an integral part of these statements.

**State of Illinois
Office of the Treasurer**

**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

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 "Office") 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. 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, apprenticeship programs certified and registered with the US Department of Labor, and up to \$10,000 toward repayment of qualified education loans for the Beneficiary or the Beneficiary's sibling.

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"). Union Bank and Trust Company ("UBT") advises the Office on the investment of contributions and provides administrative, recordkeeping and marketing services for the Bright Start and Bright Directions Programs. As such, UBT acts as program manager (the "Manager") of the two investment programs. The Office 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.

The College Savings Program is an instrumentality of the State of Illinois, with the assets segregated into a Trust, and the Office 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 Annual Comprehensive Financial Report as a investment trust fund. The scope of the College Savings Program financial statements presented herein is limited to the financial position of the College Savings Program investment trust fund.

**State of Illinois
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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 1. Summary of Significant Accounting Policies (Continued)

Fiduciary Fund

GASB Statement No. 84, *Fiduciary Activities*, establishes criteria for identifying and reporting fiduciary activities. The statement was implemented by the Office for the fiscal year ended June 30, 2021. The Office determined the Program should continue to be reported as a fiduciary fund. The implementation of this statement did result in changing the type of fiduciary fund from a private-purpose trust fund to an investment trust fund. The presentation of the financial statements and notes to the financial statements did not change. This trust fund is used to account for assets held by the Office 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, an FDIC-Insured bank savings account, 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.

Eliminations

Participants move funds between portfolios within a plan (Bright Start or Bright Directions) in addition to moving funds from one plan to another plan within the College Savings Program. Intra-fund activity for transfers between Bright Start portfolios of \$2.851 billion in fiscal year 2023 and \$3.090 billion in fiscal year 2022 reported in the Statement of Changes in Fiduciary Net Position by Portfolio for Bright Start were eliminated from the Combining Statements of Changes in Fiduciary Net Position. Intra-fund activity for transfers between Bright Directions portfolios of \$2.222 billion in fiscal year 2023 and \$2.591 billion in fiscal year 2022 reported in the Statement of Changes in Fiduciary Net Position by Portfolio for Bright Directions were eliminated from the Combining Statements of Changes in Fiduciary Net Position. Intra-fund activity, transfers between the Bright Start and Bright Directions plans and transfers between portfolios within each

**State of Illinois
Office of the Treasurer**

**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 1. Summary of Significant Accounting Policies (Continued)

plan, related to portfolio exchanges of \$8.587 million and \$6.087 million were eliminated, in fiscal years 2023 and 2022, respectively.

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, 2023 and 2022. 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.

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 Office's Bright Start investment activities are governed by the Office'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 Office 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.

**State of Illinois
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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 2. Investments (Continued)

Each Portfolio allocates assets in a combination of underlying investments, including but not limited to the following broad asset categories: short-term investments, FDIC-Insured bank savings investments, fixed income investments, real estate investments, domestic equity investments, and international equity investments. The asset allocation of each Portfolio is established by the Office and managed by the Manager. The Office 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

The Bright Start Program offered the following investment portfolios in fiscal year 2023 and 2022:

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 most reasonable based on the investor's assumed time horizon pursuant to the ages of the Beneficiaries of those Account Owners who have invested in that Portfolio to mirror the index or benchmark of the underlying asset classes. The First Steps investments is described as Index Age-Based Moderate held in a separate omnibus account. First Steps asset allocation and underlying investments are the same as the Index Age-Based Moderate portfolio as described in the College Savings Program Investment Policy Statement.

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 most reasonable based on the investor's assumed time horizon pursuant to the ages of the Beneficiaries of those Account Owners who have invested in that Portfolio to mirror the index or benchmark of the underlying asset classes.

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 short-term investments, with the objective of mirroring the performance of the underlying funds respective benchmark or index. The allocation between equity, fixed income, and short-term investments within the Target Portfolios does not change as the Beneficiary gets older.

**State of Illinois
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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

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 short-term investments, with the objective of outperforming the performance of the underlying funds respective benchmark or index. The allocation between equity, fixed income, and short-term investments within the Target Portfolios does not change as the Beneficiary gets older.

Individual Portfolios

- Direct Bank Savings 529 Portfolio
- 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 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
- DFA U.S. Large Cap Value 529 Portfolio
- Vanguard Total Stock Market Index 529 Portfolio

The Bright Start Program offered seventeen Individual Fund Portfolios in FY23 and seventeen Individual Fund Portfolios in FY22. Each Individual Fund Portfolio is invested solely in shares of a single underlying mutual fund or, in the case of the T. Rowe Price Large Cap Growth 529 Portfolio, an underlying separately managed account. 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 First Steps investments are described as Index Age-Based Moderate held in a separate omnibus account. First Steps assets allocation and underlying investments are the same as the Index Age-Based Moderate portfolio described in the College Savings Program Investment Policy Statement.

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 2. Investments (Continued)

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 Office 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, (4) maturity, and (5) duration is the primary method for risk control.

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 (except as provided in the Program Disclosure Statement solely with respect to the FDIC-insured bank deposit Underlying Investment), 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, 2023 are detailed in the table below.

Type	Fair Value	Interest Rate Risk Duration	Calculation Method	Credit Risk	Rating Service
Money Market:	\$ 326,493,758	17 days	Weighted Average Maturity	NR*	NA**
Fixed Income Funds:	2,997,630,751	5.913 yrs	Effective Maturity	NR*	NA**
	58,899,681	3.390 yrs	Model Duration	NR*	NA**
	<u>252,319,989</u>	5.200 yrs	Effective Duration	NR*	NA**
	<u>\$ 3,635,344,179</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, 2022 are detailed in the table below.

Type	Fair Value	Interest Rate Risk Duration	Calculation Method	Credit Risk	Rating Service
Money Market:	\$ 456,103,162	28 days	Weighted Average Maturity	NR*	NA**
Fixed Income Funds:	2,791,093,647	5.883 yrs	Effective Maturity	NR*	NA**
	58,899,681	4.130 yrs	Model Duration	NR*	NA**
	<u>245,660,138</u>	5.200 yrs	Effective Duration	NR*	NA**
	<u>\$ 3,551,756,628</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

**State of Illinois
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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 2. Investments (Continued)

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 Office with the fair value measurements, the level of fair value hierarchy, and the valuation techniques as of June 30, 2023 and 2022. The Program classified its investments in the underlying mutual funds as Level 1, totaling \$9,834,927,556 and \$8,707,440,740, for June 30, 2023 and 2022, respectively, without consideration as to the classification level of the specific investments held by the underlying investments.

The following table summarizes the Program's investments within the fair value hierarchy at June 30, 2023:

Type	Fair Value	Level 1	Level 2	Level 3
Money Market:	\$ 326,493,758	\$ 326,493,758	\$ -	\$ -
Mutual Funds:	9,508,433,798	9,508,433,798	-	-
Total:	<u>\$ 9,834,927,556</u>	<u>\$ 9,834,927,556</u>	<u>\$ -</u>	<u>\$ -</u>

The following table summarizes the Program's investments within the fair value hierarchy at June 30, 2022:

Type	Fair Value	Level 1	Level 2	Level 3
Money Market:	\$ 456,103,162	\$ 456,103,162	\$ -	\$ -
Mutual Funds:	8,251,337,857	8,251,337,857	-	-
Total:	<u>\$ 8,707,441,019</u>	<u>\$ 8,707,441,019</u>	<u>\$ -</u>	<u>\$ -</u>

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College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022

Note 2. Investments (Continued)

Bright Directions College Savings Program

Permitted Investments:

The Office's Bright Directions investment activities are governed by the Office'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 Office 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 short-term investments, fixed income investments, real estate investments, domestic equity investments, and international equity investments. The asset allocation of each Portfolio will be established by the Office and managed by Manager. The Office may adjust the weighting in stocks, bonds, real estate, and cash/cash equivalents in each Portfolio and may change the underlying investments within the Portfolios consistent with its Investment Policy Statement.

Investment Options:

General Overview

The Bright Directions Program offered the following investment portfolios during fiscal years 2023 and 2022:

Fiscal Year 2023

Seven Target Portfolios
Thirty Seven Individual Fund Portfolios
Fifteen Exchange-Traded Fund Portfolios
Three Female & Minority Owned Portfolios

Fiscal Year 2022

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

Additionally, there are four Age-Based Portfolios, each with nine beneficiary age ranges, which are imbedded within the other fund portfolio options.

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 Office, 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 short-term investments 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 short-term investments becomes more conservative relative to the allocation

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**College Savings Program
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Note 2. Investments (Continued)

Brief Description of Investment Options (Continued):

Age-Based Portfolios (Continued):

in earlier years. For each Aged-Based Portfolio, the Program will automatically transition assets to the next age band during the month the Beneficiary reaches such age band.

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

- Age-Based Aggressive Portfolio
- Age-Based Moderate Portfolio
- Age-Based Conservative Portfolio
- Index Age-Based Moderate Portfolio (available in Fee Structure A, C, and F only)

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.

Target Portfolios:

The Target Portfolios are asset allocation portfolios that invest in a set or "static" mix of equity, fixed income, real estate, or short-term investments. The allocation between equity, fixed income, real estate, and short-term investments within the Target Portfolios does not change as the Beneficiary gets older. The seven Target Portfolios, ranging from the most aggressive to conservative, are as follows:

- Fund 100
- Fund 90
- Fund 80
- Fund 70
- Fund 60
- Fund 50
- Fund 40
- Fund 30
- Fund 20
- Fund 10
- Fixed Income Fund

Individual Fund Portfolios:

The Bright Directions Program offered thirty-seven 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.

The Individual Fund Portfolios offered are as follows:

- AB Global Bond 529 Portfolio
- American Beacon Garcia Hamilton Quality Bond 529 Portfolio
- American Century Equity Growth 529 Portfolio
- American Century Growth 529 Portfolio

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**College Savings Program
Notes to the Financial Statements
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Note 2. Investments (Continued)

Brief Description of Investment Options (Continued):

Individual Fund Portfolios (Continued):

- American Century Short Duration Inflation Protection Bond 529 Portfolio (Removed November 2021)
- American Century Value 529 Portfolio
- Ariel 529 Portfolio
- Baird Short-Term Bond Institutional 529 Portfolio
- Bank Savings 529 Portfolio
- BlackRock Emerging Markets 529 Portfolio
- BlackRock High Yield Bond 529 Portfolio
- BlackRock Inflation Protected Bond 529 Portfolio
- BlackRock Mid Cap Growth 529 Portfolio
- Calvert Equity 529 Portfolio
- Credit Suisse Floating Rate High Income 529 Portfolio
- Causeway Emerging Markets 529 Portfolio (Removed as of November 2021)
- Delaware Small Cap Core 529 Portfolio
- DFA International Small Company 529 Portfolio
- DFA Real Estate Securities 529 Portfolio
- Dodge & Cox International Stock 529 Portfolio
- Fidelity Short-Term Bond Index 529 Portfolio
- Fidelity US Bond Index 529 Portfolio
- Harbor Small Cap Growth Opportunities 529 Portfolio
- Invesco Government & Agency 529 Portfolio
- Invesco Oppenheimer International Growth 529 Portfolio
- iShares 0-5 Year TIPS Bond Index 529 Portfolio
- MainStay Mackay Total Return Bond 529 Portfolio (Removed as of November 2021)
- MFS Value 529 Portfolio
- 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
- PGIM Core Bond 529 Portfolio
- Principal Global Real Estate Securities 529 Portfolio
- 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 Large Cap Growth 529 Portfolio
- Templeton International Bond 529 Portfolio (Removed as of November 2021)
- Virtus Duff & Phelps Global Infrastructure Portfolio
- William Blair Mid Cap Growth 529 Portfolio (Removed as of November 2021)

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 2. Investments (Continued)

Brief Description of Investment Options (Continued):

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

Female & Minority Owned Portfolios:

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

The Female & Minority Owned Portfolios are as follows:

- American Beacon Garcia Hamilton Quality Bond 529 Portfolio
- Ariel 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 Office 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.

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 2. Investments (Continued)

The investments in the Bright Directions College Savings Program are not guaranteed or insured by the State of Illinois, the Illinois State Treasurer, the Program Manager, affiliates of the Program Manager, the FDIC (except as provided in the Program Disclosure Statement solely with respect to the FDIC-insured Bank Savings Underlying Investment), 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, 2023 are detailed in the table below.

Type	Fair Value	Interest Rate Risk Duration	Calculation Method	Credit Risk	Rating Service
Money Market:	\$ 168,205,714	21 days	Weighted Average Maturity	AAAm	S&P
Fixed Income Funds:	679,172,041	5.329 yrs	Average Maturity	NR*	NA**
	620,517,775	4.456 yrs	Effective Maturity	NR*	NA**
	144,249,596	3.390 yrs	Model Duration	NR*	NA**
	644,592,939	7.972 yrs	Weighted Average Maturity	NR*	NA**
	<u>614,008,223</u>	3.744 yrs	Effective Duration	NR*	NA**
	<u>\$ 2,870,746,288</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 Directions Program as of June 30, 2022 are detailed in the table below.

Type	Fair Value	Interest Rate Risk Duration	Calculation Method	Credit Risk	Rating Service
Money Market:	\$ 289,329,418	24 days	Weighted Average Maturity	AAAm	S&P
Fixed Income Funds:	642,861,230	5.716 years	Average Maturity	NR*	NA**
	592,908,912	4.928 years	Effective Maturity	NR*	NA**
	135,614,621	4.130 years	Model Duration	NR*	NA**
	609,358,447	8.124 years	Weighted Average Maturity	NR*	NA**
	<u>586,649,067</u>	3.832 years	Effective Duration	NR*	NA**
	<u>\$ 2,856,721,695</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, 2023 and 2022**

Note 2. Investments (Continued)

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 Office with the fair value measurements, the level of fair value hierarchy, and the valuation techniques as of June 30, 2023 and 2022. The Program classified each of its investments in the registered underlying mutual funds as Level 1, totaling \$6,711,240,953 and \$6,314,722,578, for June 30, 2023 and 2022, respectively, without consideration as to the classification level of the specific investments held by the underlying investments.

The following table summarizes the Program's investments within the fair value hierarchy at June 30, 2023:

Type	Fair Value	Level 1	Level 2	Level 3
Money Market:	\$ 168,205,714	\$ 168,205,714	\$ -	\$ -
Mutual Funds:	6,543,035,239	6,543,035,239	-	-
Total:	\$ 6,711,240,953	\$ 6,711,240,953	\$ -	\$ -

The following table summarizes the Program's investments within the fair value hierarchy at June 30, 2022:

Type	Fair Value	Level 1	Level 2	Level 3
Money Market:	\$ 289,329,418	\$ 289,329,418	\$ -	\$ -
Mutual Funds:	6,025,393,160	6,025,393,160	-	-
Total:	\$ 6,314,722,578	\$ 6,314,722,578	\$ -	\$ -

**State of Illinois
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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 3. Administrative Fees

To administer the College Savings Program, the Office has a division titled, "The College Savings Program Division." This division had three employees as of June 30, 2022 and increased to four employees as of January 1, 2023. The revenues and expenses of the division are recorded in an enterprise proprietary fund maintained by the Office titled College Savings Program Administrative Trust Fund No. 668.

The Manager of the College Savings Program receives fees for their services. The Bright Start Program management fee was at an annual rate of 0.075% through June 30, 2023. The rate increased from 0.07% to 0.075% November 15, 2022 and then decreased to 0.07% again on April 18, 2023. The Bright Directions Program management fee has remained at an annual rate of 0.14% of the average daily net assets of each Portfolio. 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>2023</u>		<u>2022</u>
Management & Bank Custodial Fees	\$ 15,961,647	\$	16,360,333
Administrative Trust Fund expenses	2,777,528		1,927,482

Note 4. Contingencies

The Office was involved in the *Kay v. Frerichs* lawsuit, brought in 2018 and decided in favor of the Office in 2019. While the Office obtained a favorable decision in the lower court, the Plaintiff has appealed the matter. First District Appellate Court affirmed the ruling of the Circuit Court and issued its mandate dated July 28, 2021. Therefore, the case has been dismissed and is now closed.

There is a separate suit the Plaintiff filed against only the Department of Central Management Services (CMS), *Kay v. CMS*, 19-CH-12160. This matter is before Judge Meyerson, the same judge who presided over *Kay v. Frerichs*.

In *Kay v. CMS*, Plaintiff seeks payment of the \$10,000,000 bond the Treasurer was required to obtain pursuant to statute, for the conduct alleged in *Kay v. Frerichs*. While the lawsuit is against CMS only, the Treasurer would be responsible for paying up to the \$10,000,000 limit of the bond. Katherine Snitzer is the Assistant Attorney General (AG) Representing the Defendant. The AG filed a Motion to Dismiss.

Note 5. Class Action Recovery

The prior program manager utilized and invested a portion of portfolio assets in several separately managed accounts. In a review by the State of Illinois not all class actions had been filed and received by the prior program manager. The State of Illinois pursued with the prior program manager and received \$414,706 for the Bright Directions portfolios and \$1,358,753 for the Bright Start Portfolios.

**State of Illinois
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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2023 and 2022**

Note 6. First Steps Portfolio

On January 1, 2023, the Illinois 529 programs launched Illinois First Steps, a program that provides a \$50 seed incentive to Illinois residents when they open a Bright Start or Bright Directions account for a beneficiary child born or adopted on or after January 1, 2023. When a parent opens an account and claims their First Steps incentive, \$50 is invested on behalf of the eligible beneficiary in the First Steps 2023 Portfolio. The First Steps 2023 Portfolio invests in a moderate-risk, age-based asset allocation. Although invested on behalf of eligible beneficiaries, funds held in the First Steps 2023 Portfolio are owned by the Illinois State Treasurer's Office and can only be withdrawn and used by an eligible beneficiary once they turn 18 years of age and incur qualified educational expenses at an eligible institution of higher education.

SUPPLEMENTARY INFORMATION

State of Illinois
Office of the Treasurer

College Savings Program
Combining Statements of Fiduciary Net Position
June 30, 2023 and 2022

	Bright Start		Bright Directions		Totals	
	2023	2022	2023	2022	2023	2022
Assets						
Cash and Cash Equivalents	\$ 737,141,385	\$ 652,998,121	\$ 466,251,149	\$ 424,465,759	\$ 1,203,392,534	\$ 1,077,463,880
Capital Shares Receivable	15,007,429	11,787,667	8,555,059	7,777,389	23,562,488	19,565,056
Dividends Receivable	16,180,227	13,893,135	11,336,748	7,057,033	27,516,975	20,950,168
Mutual Funds	9,508,433,798	8,251,337,578	6,543,035,239	6,025,393,160	16,051,469,037	14,276,730,738
Total Assets	10,276,762,839	8,930,016,501	7,029,178,195	6,464,693,341	17,305,941,034	15,394,709,842
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	11,411,694	10,015,358	7,929,411	7,976,420	19,341,105	17,991,778
Other Liabilities	5,111,491	2,583,558	8,585,370	6,678,226	13,696,861	9,261,784
Total Liabilities	16,523,185	12,598,916	16,514,781	14,654,646	33,037,966	27,253,562
Net Position Held in Trust for Participants	\$ 10,260,239,654	\$ 8,917,417,585	\$ 7,012,663,414	\$ 6,450,038,695	\$ 17,272,903,068	\$ 15,367,456,280

State of Illinois
Office of the Treasurer
College Savings Program
Combining Statements of Changes in Fiduciary Net Position
For the Years Ended June 30, 2023 and 2022

	Bright Start		Bright Directions		Totals	
	2023	2022	2023	2022	2023	2022
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 274,727,660	\$ 289,421,633	\$ 191,915,575	\$ 209,518,638	\$ 466,643,235	\$ 498,940,271
Class Action Recovery	74,156	1,358,753	-	414,706	74,156	1,773,459
Net Change in Fair Value of Investments	650,607,341	(1,474,729,236)	390,472,883	(1,123,462,650)	1,041,080,224	(2,598,191,886)
State Administrative Fees	(786,689)	(965,100)	(1,713,640)	(2,084,900)	(2,500,329)	(3,050,000)
Other Operating Expenses	(13,644,559)	(536,134)	(17,724,375)	(315,660)	(31,368,934)	(851,794)
12b-1 Fees	-	-	(7,031,591)	(19,404,508)	(7,031,591)	(19,404,508)
Management and Bank Custodial Fees	(6,751,372)	(6,577,908)	(9,210,275)	(9,782,425)	(15,961,647)	(16,360,333)
Net Investment Earnings (Loss)	904,226,537	(1,192,027,992)	546,708,577	(945,116,799)	1,450,935,114	(2,137,144,791)
Other Participant Transactions						
Program Contributions	1,143,801,713	1,240,787,584	669,268,862	772,244,401	1,813,070,575	2,013,031,985
Total Increase from Participant Transactions	1,143,801,713	1,240,787,584	669,268,862	772,244,401	1,813,070,575	2,013,031,985
Total Additions	2,048,028,250	48,759,592	1,215,977,439	(172,872,398)	3,264,005,689	(124,112,806)
Deductions						
Program Distributions	705,206,181	643,446,251	653,352,720	631,478,601	1,358,558,901	1,274,924,852
Total Deductions	705,206,181	643,446,251	653,352,720	631,478,601	1,358,558,901	1,274,924,852
Change in Net Position	1,342,822,069	(594,686,659)	562,624,719	(804,350,999)	1,905,446,788	(1,399,037,658)
Net Position, Beginning of Fiscal Year	8,917,417,585	9,512,104,244	6,450,038,695	7,254,389,694	15,367,456,280	16,766,493,938
Net Position, End of Fiscal Year	\$ 10,260,239,654	\$ 8,917,417,585	\$ 7,012,663,414	\$ 6,450,038,695	\$ 17,272,903,068	\$ 15,367,456,280

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio
Bright Start
June 30, 2023

	Multi-Firm Fixed Income Portfolio	Multi-Firm Fund 10	Multi-Firm Fund 20	Multi-Firm Fund 30	Multi-Firm Fund 40	Multi-Firm Fund 50
Assets						
Cash and Cash Equivalents	\$ 35,916,308	\$ 87,428,304	\$ 26,306,779	\$ -	\$ -	\$ -
Capital Shares Receivable	36,960	465,645	784,132	840,361	270,651	317,972
Dividends Receivable	261,828	1,099,786	751,411	626,948	497,729	389,840
Mutual Funds	35,771,732	293,500,291	297,012,936	287,744,953	230,410,945	198,344,467
Total Assets	71,986,828	382,494,026	324,855,258	289,212,262	231,179,325	199,052,279
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	67,009	234,429	456,958	692,889	754,132	204,297
Other Liabilities	5,549	298,102	25,060	51,505	225,444	15,599
Total Liabilities	72,558	532,531	482,018	744,394	979,576	219,896
Net Position Held in Trust for Participants	\$ 71,914,270	\$ 381,961,495	\$ 324,373,240	\$ 288,467,868	\$ 230,199,749	\$ 198,832,383

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2023

	Multi-Firm Balanced Portfolio Fund 60	Multi-Firm Fund 70	Multi-Firm Fund 80	Multi-Firm Fund 90	Multi-Firm Equity Portfolio Fund 100	Index Fixed Income Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ 190,704	\$ -	\$ -	\$ 66,334,325
Capital Shares Receivable	341,148	185,028	393,682	170,803	104,664	126,628
Dividends Receivable	570,996	365,992	259,143	171,749	763,961	536,485
Mutual Funds	278,534,475	181,402,903	135,268,921	90,601,047	435,375,076	66,068,530
Total Assets	279,446,619	181,953,923	136,112,450	90,943,599	436,243,701	133,065,968
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	285,622	240,805	132,147	358,450	283,189	249,408
Other Liabilities	252,794	29,502	10,378	31,015	1,395,576	7,626
Total Liabilities	538,416	270,307	142,525	389,465	1,678,765	257,034
Net Position Held in Trust for Participants	\$ 278,908,203	\$ 181,683,616	\$ 135,969,925	\$ 90,554,134	\$ 434,564,936	\$ 132,808,934

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2023

	Index Fund 10	Index Fund 20	Index Fund 30	Index Fund 40	Index Fund 50	Index Balanced Portfolio Fund 60
Assets						
Cash and Cash Equivalents	\$ 81,311,113	\$ 31,563,177	\$ 20,475	\$ 214,133	\$ 397,756	\$ -
Capital Shares Receivable	996,042	715,170	769,814	801,597	879,823	1,080,816
Dividends Receivable	1,158,067	1,087,944	1,155,109	1,073,384	731,401	902,768
Mutual Funds	271,302,767	365,284,378	502,588,375	521,592,208	465,054,279	694,471,228
Total Assets	354,767,989	398,650,669	504,533,773	523,681,322	467,063,259	696,454,812

Liabilities and Net Position

Liabilities						
Capital Shares Payable	226,416	908,960	611,521	631,675	639,150	740,685
Other Liabilities	19,936	158,793	28,536	29,900	26,573	648,648
Total Liabilities	246,352	1,067,753	640,057	661,575	665,723	1,389,333
Net Position Held in Trust for Participants	\$ 354,521,637	\$ 397,582,916	\$ 503,893,716	\$ 523,019,747	\$ 466,397,536	\$ 695,065,479

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2023

	Index Fund 70	Index Fund 80	Index Fund 90	Index Equity Portfolio Fund 100	Ariel 529 Portfolio	Baird Short-Term Bond 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	15,220	\$ -	373	\$ 107,955
Capital Shares Receivable	504,866	576,844	621,956	682,412	9,401	245,815
Dividends Receivable	478,251	254,185	119,927	-	-	-
Mutual Funds	449,003,112	352,446,848	288,586,456	1,169,900,529	21,532,233	27,585,993
Total Assets	449,986,229	353,277,877	289,343,559	1,170,582,941	21,542,007	27,939,763
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	835,632	242,719	183,327	522,103	7,897	13,515
Other Liabilities	192,653	114,729	16,371	246,701	1,648	2,153
Total Liabilities	1,028,285	357,448	199,698	768,804	9,545	15,668
Net Position Held in Trust for Participants	\$ 448,957,944	\$ 352,920,429	\$ 289,143,861	\$ 1,169,814,137	\$ 21,532,462	\$ 27,924,095

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2023

	DFA International Small Company 529 Portfolio	DFA U.S. Large Cap Value 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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Shares Receivable	7,068	157,399	51,303	214,263	251,252	45,122
Dividends Receivable	255,578	235,081	181,230	-	-	-
Mutual Funds	21,878,780	42,429,763	43,236,347	26,066,883	239,574,063	75,147,046
Total Assets	22,141,426	42,822,243	43,468,880	26,281,146	239,825,315	75,192,168
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	2,443	3,600	15,491	5,405	20,852	25,554
Other Liabilities	7,610	31,190	32,477	68,959	80,178	8,188
Total Liabilities	10,053	34,790	47,968	74,364	101,030	33,742
Net Position Held in Trust for Participants	\$ 22,131,373	\$ 42,787,453	\$ 43,420,912	\$ 26,206,782	\$ 239,724,285	\$ 75,158,426

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Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
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	Vanguard Federal Money Market 529 Portfolio	Vanguard 500 Index 529 Portfolio	Vanguard REIT Index 529 Portfolio	Vanguard Inflation-Protected Securities 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	\$ 326,790,044	\$ 1,187,992	\$ 16,704	\$ -	\$ -	\$ 25,078	\$ 6,247
Capital Shares Receivable	317,267	790,158	151,415	13,507	160,031	178,791	46,845
Dividends Receivable	1,342,585	-	-	370,987	178,791	69,736,405	18,706
Mutual Funds	-	795,039,721	32,125,896	49,986,936	69,736,405	11,683,494	
Total Assets	328,449,896	797,017,871	32,294,015	50,371,430	70,100,305	11,755,292	
Liabilities and Net Position							
Liabilities							
Capital Shares Payable	459,843	127,619	8,403	167	112,766	97,353	
Other Liabilities	769,968	44,360	1,805	9,038	3,997	661	
Total Liabilities	1,229,811	171,979	10,208	9,205	116,763	98,014	
Net Position Held in Trust for Participants	\$ 327,220,085	\$ 796,845,892	\$ 32,283,807	\$ 50,362,225	\$ 69,983,542	\$ 11,657,278	

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	Vanguard Total International Stock Index 529 Portfolio	Vanguard Total Stock Market Index 529 Portfolio	Direct Bank Savings 529 Portfolio	First Steps	Total
Assets					
Cash and Cash Equivalents	\$ 49,405	\$ 383,757	\$ 78,875,536	\$ -	737,141,385
Capital Shares Receivable	100,385	467,418	311,766	-	15,007,429
Dividends Receivable	-	-	340,360	5	16,180,227
Mutual Funds	121,639,624	320,486,605	-	17,553	9,508,433,798
Total Assets	121,789,414	321,337,780	79,527,662	17,558	10,276,762,839
Liabilities and Net Position					
Liabilities					
Capital Shares Payable	302,078	652,269	54,916	-	11,411,694
Other Liabilities	6,956	17,892	193,421	-	5,111,491
Total Liabilities	309,034	670,161	248,337	-	16,523,185
Net Position Held in Trust for Participants	\$ 121,480,380	\$ 320,667,619	\$ 79,279,325	\$ 17,558	\$ 10,260,239,654

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	Multi-Firm Fixed Income Portfolio	Multi-Firm Fund 10	Multi-Firm Fund 20	Multi-Firm Fund 30	Multi-Firm Fund 40	Multi-Firm Fund 50
Assets						
Cash and Cash Equivalents	\$ 36,559,142	\$ 83,445,346	\$ 27,364,240	\$ -	\$ 61,900	\$ 9,134
Capital Shares Receivable	52,588	822,383	714,287	467,327	451,082	510,063
Dividends Receivable	201,158	1,001,642	849,177	721,529	547,044	345,167
Mutual Funds	36,519,299	279,090,146	306,480,322	284,306,321	229,099,589	186,611,777
Total Assets	73,332,187	364,359,517	335,408,026	285,495,177	230,159,615	187,476,141
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	65,403	237,855	994,444	554,845	404,373	496,980
Other Liabilities	71,726	36,948	27,808	328,704	19,411	15,644
Total Liabilities	137,129	274,803	1,022,252	883,549	423,784	512,624
Net Position Held in Trust for Participants	\$ 73,195,058	\$ 364,084,714	\$ 334,385,774	\$ 284,611,628	\$ 229,735,831	\$ 186,963,517

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	Multi-Firm Balanced Portfolio Fund 60	Multi-Firm Fund 70	Multi-Firm Fund 80	Multi-Firm Fund 90	Multi-Firm Equity Portfolio Fund 100	Index Fixed Income Portfolio
Assets						
Cash and Cash Equivalents	\$ 25,058	\$ -	\$ -	\$ -	\$ 9,069	\$ 67,518,847
Capital Shares Receivable	141,935	134,885	142,443	65,647	270,635	60,452
Dividends Receivable	505,790	321,080	213,706	150,519	626,887	405,580
Mutual Funds	255,566,727	164,217,891	114,574,108	81,629,805	408,274,244	67,474,859
Total Assets	256,239,510	164,673,856	114,930,257	81,845,971	409,180,835	135,459,738
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	469,096	89,980	34,667	88,666	253,013	147,418
Other Liabilities	21,530	121,380	45,399	100,927	34,918	17,601
Total Liabilities	490,626	211,360	80,066	189,593	287,931	165,019
Net Position Held in Trust for Participants	\$ 255,748,884	\$ 164,462,496	\$ 114,850,191	\$ 81,656,378	\$ 408,892,904	\$ 135,294,719

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	Index Fund 10	Index Fund 20	Index Fund 30	Index Fund 40	Index Fund 50	Index Balanced Portfolio Fund 60
Assets						
Cash and Cash Equivalents	\$ 71,465,020	\$ 28,519,393	\$ 485,750	\$ -	\$ -	\$ -
Capital Shares Receivable	562,367	708,315	456,687	794,476	612,641	646,594
Dividends Receivable	932,793	977,761	1,010,834	1,074,770	651,510	844,714
Mutual Funds	239,252,084	324,996,592	389,718,902	470,929,345	426,267,216	610,844,948
Total Assets	312,212,264	355,202,061	391,672,173	472,798,591	427,531,367	612,336,256
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	242,087	575,346	775,224	389,583	805,272	738,394
Other Liabilities	17,716	324,311	22,540	125,910	124,299	195,922
Total Liabilities	259,803	899,657	797,764	515,493	929,571	934,316
Net Position Held in Trust for Participants	\$ 311,952,461	\$ 354,302,404	\$ 390,874,409	\$ 472,283,098	\$ 426,601,796	\$ 611,401,940

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	Index Fund 70	Index Fund 80	Index Fund 90	Index Equity Portfolio Fund 100	Ariel 529 Portfolio	Baird Short-Term Bond 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ 132,657	\$ 31,444	\$ -	\$ 1,477	\$ 1,645
Capital Shares Receivable	724,591	635,844	352,299	663,753	13,635	638
Dividends Receivable	495,448	233,722	126,781	-	-	-
Mutual Funds	409,193,618	278,154,234	213,702,754	1,010,356,817	19,475,740	22,232,404
Total Assets	410,413,657	279,156,457	214,213,278	1,011,020,570	19,490,852	22,234,687

Liabilities and Net Position

Liabilities						
Capital Shares Payable	296,857	639,484	473,909	138,936	25,526	2,437
Other Liabilities	196,219	16,427	12,639	316,880	1,680	1,829
Total Liabilities	493,076	655,911	486,548	455,816	27,206	4,266
Net Position Held in Trust for Participants	\$ 409,920,581	\$ 278,500,546	\$ 213,726,730	\$ 1,010,564,754	\$ 19,463,646	\$ 22,230,421

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	DFA International Small Company 529 Portfolio	DFA U.S. Large Cap Value 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	\$ 14,799	\$ 38,974	\$ -	\$ 6,086	\$ -	\$ -
Capital Shares Receivable	4,321	101,123	15,604	3,991	60,633	20,791
Dividends Receivable	91,323	194,407	139,668	-	-	-
Mutual Funds	18,240,184	33,761,105	35,735,076	22,361,533	174,305,950	59,932,841
Total Assets	18,350,627	34,095,609	35,890,348	22,371,610	174,366,583	59,953,632
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	9,983	22,646	13,755	1,099	49,286	3,600
Other Liabilities	1,577	2,886	6,939	1,856	72,591	23,911
Total Liabilities	11,560	25,532	20,694	2,955	121,877	27,511
Net Position Held in Trust for Participants	\$ 18,339,067	\$ 34,070,077	\$ 35,869,654	\$ 22,368,655	\$ 174,244,706	\$ 59,926,121

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	Vanguard Federal Money Market 529 Portfolio	Vanguard 500 Index 529 Portfolio	Vanguard REIT Index 529 Portfolio	Vanguard Inflation-Protected Securities Index 529 Portfolio	Vanguard Short-Term Inflation-Protected Securities Index 529 Portfolio	Vanguard Total Bond Market Index 529 Portfolio	Vanguard International Bond Index 529 Portfolio
Assets							
Cash and Cash Equivalents	\$ 299,188,133	\$ 132,542	\$ 2,880	\$ 71,993	\$ -	\$ -	\$ -
Capital Shares Receivable	566,606	351,014	41,074	302,071	9,827	9,827	3,968
Dividends Receivable	259,227	-	-	807,190	125,496	125,496	9,042
Mutual Funds	-	587,437,619	33,993,493	58,250,127	63,001,664	63,001,664	10,361,557
Total Assets	300,013,966	587,921,175	34,037,447	59,431,381	63,136,987	63,136,987	10,374,567
Liabilities and Net Position							
Liabilities							
Capital Shares Payable	150,829	277,808	49,765	36,577	55,374	55,374	36,327
Other Liabilities	183,210	34,659	1,985	3,410	14,118	14,118	858
Total Liabilities	334,039	312,467	51,750	39,987	69,492	69,492	37,185
Net Position Held in Trust for Participants	\$ 299,679,927	\$ 587,608,708	\$ 33,985,697	\$ 59,391,394	\$ 63,067,495	\$ 63,067,495	\$ 10,337,382

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	Vanguard Total International Stock Index 529 Portfolio	Vanguard Total Stock Market Index 529 Portfolio	Direct Bank Savings 529 Portfolio	Total
Assets				
Cash and Cash Equivalents	\$ 9,954	\$ 42,126	\$ 37,860,512	\$ 652,998,121
Capital Shares Receivable	36,471	156,979	107,627	11,787,667
Dividends Receivable	-	-	29,170	13,893,135
Mutual Funds	98,669,404	226,317,283	-	8,251,337,578
	<u>98,715,829</u>	<u>226,516,388</u>	<u>37,997,309</u>	<u>8,930,016,501</u>
Liabilities and Net Position				
Liabilities				
Capital Shares Payable	115,367	201,142	52,005	10,015,358
Other Liabilities	5,869	13,330	17,991	2,583,558
	<u>121,236</u>	<u>214,472</u>	<u>69,996</u>	<u>12,598,916</u>
Net Position Held in Trust for Participants	\$ 98,594,593	\$ 226,301,916	\$ 37,927,313	\$ 8,917,417,585

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	AB Moderate Index 0-2	AB Moderate Index 3-5	AB Moderate Index 6-8	AB Moderate Index 9-10	AB Moderate Index 11-12	AB Moderate Index 13-14
Assets						
Cash and Cash Equivalents	\$ 965	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Shares Receivable	97	156	177	390	377	-
Dividends Receivable	39	105	164	279	145	67
Mutual Funds	690,421	655,589	592,560	681,004	557,287	151,784
Total Assets	691,522	655,850	592,901	681,673	557,809	151,851
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	-	-	-	-	-	-
Other Liabilities	386	481	588	626	222	140
Total Liabilities	386	481	588	626	222	140
Net Position Held in Trust for Participants	\$ 691,136	\$ 655,369	\$ 592,313	\$ 681,047	\$ 557,587	\$ 151,711

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	AB Moderate Index 15-16	AB Moderate Index 17-18	AB Moderate Index 19+	American Beacon Garcia Hamilton Quality Bond 529 Portfolio	American Century Equity Growth 529 Portfolio	American Century Growth 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Shares Receivable	-	-	-	-	10,470	7,951
Dividends Receivable	189	463	285	1,556	-	-
Mutual Funds	689,918	760,638	271,468	575,916	26,369,066	28,493,607
Total Assets	690,107	761,101	271,753	577,472	26,379,536	28,501,558
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	-	-	-	-	600	2,956
Other Liabilities	453	465	151	560	56,890	34,319
Total Liabilities	453	465	151	560	57,490	37,275
Net Position Held in Trust for Participants	\$ 689,654	\$ 760,636	\$ 271,602	\$ 576,912	\$ 26,322,046	\$ 28,464,283

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	American Century Value	Ariel 529 Portfolio	Baird Short- Term Bond Institutional 529 Portfolio	BlackRock Inflation Protected Bond 529 Portfolio	Calvert Equity 529 Portfolio	Delaware Small Cap Core 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ 96,360	\$ 7,616	\$ 3,582	\$ 120
Capital Shares Receivable	6,575	3,976	7,890	1,295	7,276	5,836
Dividends Receivable	-	-	-	77,245	-	-
Mutual Funds	26,959,537	19,847,015	56,964,818	14,036,713	35,413,454	26,749,093
Total Assets	26,966,112	19,850,991	57,069,068	14,122,869	35,424,312	26,755,049

Liabilities and Net Position

Liabilities						
Capital Shares Payable	428	12,894	36,365	4,274	929	17,995
Other Liabilities	61,454	44,208	38,810	11,248	29,685	20,626
Total Liabilities	61,882	57,102	75,175	15,522	30,614	38,621
Net Position Held in Trust for Participants	\$ 26,904,230	\$ 19,793,889	\$ 56,993,893	\$ 14,107,347	\$ 35,393,698	\$ 26,716,428

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	DFA International Small Company 529 Portfolio	DFA Real Estate Securities 529 Portfolio	Dodge & Cox International Stock 529 Portfolio	Fidelity US Bond Index 529 Portfolio	Harbor Small Cap Growth Opportunities 529 Portfolio	Invesco Government & Agency 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ 4,192	\$ -	\$ 56,725	\$ -	\$ 168,205,714
Capital Shares Receivable	2,433	2,404	19,701	4,139	5,755	465,115
Dividends Receivable	135,394	51,053	-	59,222	-	695,702
Mutual Funds	11,535,385	10,873,025	50,486,300	25,501,602	15,596,796	-
Total Assets	11,673,212	10,930,674	50,506,001	25,621,688	15,602,551	169,366,531

Liabilities and Net Position

Liabilities						
Capital Shares Payable	7,513	1,265	13,823	11,525	11,976	108,088
Other Liabilities	11,836	8,892	62,304	17,683	52,374	401,007
Total Liabilities	19,349	10,157	76,127	29,208	64,350	509,095
Net Position Held in Trust for Participants	\$ 11,653,863	\$ 10,920,517	\$ 50,429,874	\$ 25,592,480	\$ 15,538,201	\$ 168,857,436

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	Invesco Oppenheimer International Growth 529 Portfolio	MFS Value 529 Portfolio	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
Assets						
Cash and Cash Equivalents	\$ -	\$ 3,334	\$ -	\$ -	\$ 3,310	\$ -
Capital Shares Receivable	11,379	24,277	2,887	11,228	4,368	26,914
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	29,762,041	64,689,056	17,683,864	16,656,547	13,498,990	119,727,423
Total Assets	29,773,420	64,716,667	17,686,751	16,667,775	13,506,668	119,754,337

Liabilities and Net Position

Liabilities						
Capital Shares Payable	12,816	31,586	600	1,601	11,469	106,812
Other Liabilities	41,616	51,047	14,774	23,991	9,220	185,215
Total Liabilities	54,432	82,633	15,374	25,592	20,689	292,027
Net Position Held in Trust for Participants	\$ 29,718,988	\$ 64,634,034	\$ 17,671,377	\$ 16,642,183	\$ 13,485,979	\$ 119,462,310

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	PGIM Core Bond 529 Portfolio	Principal Global Real Estate Securities 529 Portfolio	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
Assets						
Cash and Cash Equivalents	\$ 2,683	\$ 168	\$ 4,854	\$ 36,206	\$ 28,522	\$ -
Capital Shares Receivable	8,134	2,539	3,030	47,449	13,941	5,871
Dividends Receivable	139,800	-	-	-	-	-
Mutual Funds	39,312,737	3,991,458	23,762,996	87,890,823	61,327,881	29,667,872
Total Assets	39,463,354	3,994,165	23,770,880	87,974,478	61,370,344	29,673,743

Liabilities and Net Position

Liabilities						
Capital Shares Payable	7,333	2,346	1,392	8,580	6,776	2,968
Other Liabilities	33,822	3,248	17,866	78,735	49,288	56,595
Total Liabilities	41,155	5,594	19,258	87,315	56,064	59,563
Net Position Held in Trust for Participants	\$ 39,422,199	\$ 3,988,571	\$ 23,751,622	\$ 87,887,163	\$ 61,314,280	\$ 29,614,180

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	T. Rowe Price Large Cap Growth 529 Portfolio	Vanguard FTSE Developed Markets Index ETF 529 Portfolio	1	\$	1	\$	Vanguard FTSE Emerging Markets Stock Index ETF 529 Portfolio	1	\$	Vanguard Global Ex-U.S. Real Estate Index ETF 529 Portfolio	Vanguard Mega Cap Index ETF 529 Portfolio	Vanguard Mega Cap Growth Index ETF 529 Portfolio
Assets												
Cash and Cash Equivalents	\$ 43,219	\$ 1	\$ 1	\$ 1	\$ -	\$ -						
Capital Shares Receivable	38,486	1,040		532	47					2,583		1,868
Dividends Receivable	-	-		-	-					138,010		16,848
Mutual Funds	160,032,708	16,788,204		8,094,760	888,692					39,727,069		14,515,028
Total Assets	160,114,413	16,789,245		8,095,293	888,739					39,867,662		14,533,744
Liabilities and Net Position												
Liabilities												
Capital Shares Payable	51,444	14,855		5,722	-					9,731		-
Other Liabilities	126,907	2,308		1,110	134					5,317		2,683
Total Liabilities	178,351	17,163		6,832	134					15,048		2,683
Net Position Held in Trust for Participants	\$ 159,936,062	\$ 16,772,082		\$ 8,088,461	\$ 888,605					\$ 39,852,614		\$ 14,531,061

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	Vanguard Mega Cap Value Index ETF 529 Portfolio	Vanguard Mid-Cap Index ETF 529 Portfolio	Vanguard Mid-Cap Growth Index ETF 529 Portfolio	Vanguard Mid-Cap Value Index ETF 529 Portfolio	Vanguard Real Estate Index ETF 529 Portfolio	Vanguard Short-Term Bond Index ETF 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Shares Receivable	1,581	1,345	153	138	320	36,569
Dividends Receivable	85,615	54,370	5,199	17,421	43,385	-
Mutual Funds	13,465,530	14,694,040	3,388,592	3,142,247	3,908,850	20,041,252
Total Assets	13,552,726	14,749,755	3,393,944	3,159,806	3,952,555	20,077,821
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	8,097	4,961	-	2,751	100	5,279
Other Liabilities	1,830	1,935	449	424	529	8,909
Total Liabilities	9,927	6,896	449	3,175	629	14,188
Net Position Held in Trust for Participants	\$ 13,542,799	\$ 14,742,859	\$ 3,393,495	\$ 3,156,631	\$ 3,951,926	\$ 20,063,633

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	Vanguard Small-Cap Index ETF 529 Portfolio	Vanguard Small-Cap Growth Index ETF 529 Portfolio	Vanguard Small-Cap Value Index ETF 529 Portfolio	Vanguard Total Bond Market Index ETF 529 Portfolio	6	51,277,034	142,100,001
					\$	\$	\$
Cash and Cash Equivalents	369	-	1	6			
Capital Shares Receivable	1,375	378	221	13,457		386,052	800,102
Dividends Receivable	50,305	4,208	25,026	-		277,065	1,374,144
Mutual Funds	13,165,112	2,564,497	4,664,881	10,836,576		51,105,990	474,652,568
Total Assets	13,217,161	2,569,083	4,690,129	10,850,039		103,046,141	618,926,815

Liabilities and Net Position

Capital Shares Payable	4,512	-	6,076	567		122,700	750,356
Other Liabilities	1,744	341	621	1,526		84,689	476,355
Total Liabilities	6,256	341	6,697	2,093		207,389	1,226,711
Net Position Held in Trust for Participants	\$ 13,210,905	\$ 2,568,742	\$ 4,683,432	\$ 10,847,946	\$	\$ 102,838,752	\$ 617,700,104

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2023

	Fund 20	Fund 30	Fund 40	Fund 50	Fund 60	Fund 70
Assets						
Cash and Cash Equivalents	\$ 54,313,085	\$ -	\$ 5,960	\$ -	\$ -	\$ -
Capital Shares Receivable	818,952	1,064,982	1,191,685	959,639	665,719	415,614
Dividends Receivable	1,224,132	1,096,707	1,135,504	921,846	1,082,765	665,426
Mutual Funds	614,895,678	647,444,925	616,206,891	491,824,006	626,046,532	400,111,704
Total Assets	671,251,847	649,606,614	618,540,040	493,705,491	627,795,016	401,192,744
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	946,277	785,277	997,623	1,070,852	941,125	340,067
Other Liabilities	542,227	1,891,001	535,297	438,098	651,785	647,813
Total Liabilities	1,488,504	2,676,278	1,532,920	1,508,950	1,592,910	987,880
Net Position Held in Trust for Participants	\$ 669,763,343	\$ 646,930,336	\$ 617,007,120	\$ 492,196,541	\$ 626,202,106	\$ 400,204,864

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2023

	Fund 80	Fund 90	Fund 100	Bank Savings 529 Portfolio	Fidelity Short-Term Bond Index 529 Portfolio	iShares 0-5 Year TIPS Bond Index 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 544,736	\$ -	\$ -	\$ 49,423,262	\$ 71,284	\$ -
Capital Shares Receivable	574,784	471,120	334,048	31,953	310	177
Dividends Receivable	795,823	221,302	677,557	207,991	7,860	-
Mutual Funds	543,270,746	185,412,357	629,474,136	-	6,418,196	6,382,782
Total Assets	545,186,089	186,104,779	630,485,741	49,663,206	6,497,650	6,382,959
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	454,442	622,381	238,799	94,978	325	-
Other Liabilities	450,956	533,638	571,662	121,750	4,261	5,536
Total Liabilities	905,398	1,156,019	810,461	216,728	4,586	5,536
Net Position Held in Trust for Participants	\$ 544,280,691	\$ 184,948,760	\$ 629,675,280	\$ 49,446,478	\$ 6,493,064	\$ 6,377,423

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State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2023

	BlackRock High Yield Bond 529 Portfolio	CS Float Rate High Income 529 Portfolio	AB Global Bond 529 Portfolio	BlackRock Mid Cap Growth 529 Portfolio	BlackRock Emerging Markets 529 Portfolio	Virtus Duff & Phelps Global Infrastructure Fund
Assets						
Cash and Cash Equivalents	\$ 7,050	\$ 137	\$ 10,652	\$ -	\$ -	\$ -
Capital Shares Receivable	109	632	740	15,674	8,644	-
Dividends Receivable	8,768	16,907	20,856	-	-	-
Mutual Funds	1,490,910	2,262,382	6,883,524	29,465,044	17,211,030	133,116
Total Assets	1,506,837	2,280,058	6,915,772	29,480,718	17,219,674	133,116

Liabilities and Net Position

Liabilities						
Capital Shares Payable	-	-	150	18,124	6,930	-
Other Liabilities	1,108	1,444	5,127	30,280	14,419	332
Total Liabilities	1,108	1,444	5,277	48,404	21,349	332
Net Position Held in Trust for Participants	\$ 1,505,729	\$ 2,278,614	\$ 6,910,495	\$ 29,432,314	\$ 17,198,325	\$ 132,784

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2023

	Total
Assets	
Cash and Cash Equivalents	\$ 466,251,149
Capital Shares Receivable	8,555,059
Dividends Receivable	11,336,748
Mutual Funds	<u>6,543,035,239</u>
Total Assets	<u>7,029,178,195</u>
Liabilities and Net Position	
Liabilities	
Capital Shares Payable	7,929,411
Other Liabilities	<u>8,585,370</u>
Total Liabilities	<u>16,514,781</u>
Net Position Held in Trust for Participants	<u>\$ 7,012,663,414</u>

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Statements of Fiduciary Net Position by Portfolio
Bright Directions
June 30, 2022

	American Beacon Garcia Hamilton Quality Bond 529 Portfolio	American Century Equity Growth 529 Portfolio	American Century Growth 529 Portfolio	American Century Inflation Protection Bond 529 Portfolio	American Century Value 529 Portfolio	Ariel 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	2,035	\$ -	\$ -	\$ -
Capital Shares Receivable	1,005	4,279	4,245	-	31,987	2,903
Dividends Receivable	299	-	-	-	-	-
Mutual Funds	129,908	23,782,102	22,813,979	-	22,484,209	17,481,135
Total Assets	131,212	23,786,381	22,820,259	-	22,516,196	17,484,038

Liabilities and Net Position

Liabilities						
Capital Shares Payable	-	2,645	-	-	7,601	3,826
Other Liabilities	104	28,620	23,838	-	59,037	40,689
Total Liabilities	104	31,265	23,838	-	66,638	44,515
Net Position Held in Trust for Participants	\$ 131,108	\$ 23,755,116	\$ 22,796,421	\$ -	\$ 22,449,558	\$ 17,439,523

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	Baird Short-Term Bond Institutional 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	\$ -	\$ 616	\$ 5,333	\$ -	\$ -	\$ 109
Capital Shares Receivable	20,849	22,345	1,567	-	3,242	914
Dividends Receivable	-	84,467	-	-	-	50,332
Mutual Funds	61,439,504	16,639,521	29,600,873	-	23,565,009	10,045,784
Total Assets	61,460,353	16,746,949	29,607,773	-	23,568,251	10,097,139

Liabilities and Net Position

Liabilities						
Capital Shares Payable	71,481	1,091	14,275	-	13,124	169
Other Liabilities	82,067	13,454	27,479	-	25,615	7,196
Total Liabilities	153,548	14,545	41,754	-	38,739	7,365
Net Position Held in Trust for Participants	\$ 61,306,805	\$ 16,732,404	\$ 29,566,019	\$ -	\$ 23,529,512	\$ 10,089,774

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	DFA Real Estate Securities 529 Portfolio	Dodge & Cox International Stock 529 Portfolio	Fidelity US Bond Index 529 Portfolio	Harbor Small Cap Growth Opportunities 529 Portfolio	Invesco Government & Agency 529 Portfolio	Invesco Oppenheimer International Growth 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 13	\$ -	\$ -	\$ 874	\$ 171,844,962	\$ 1,522
Capital Shares Receivable	1,928	4,650	5,565	751	246,628	6,944
Dividends Receivable	6,620	-	45,872	-	145,771	-
Mutual Funds	11,845,224	43,369,053	25,009,649	13,381,500	-	26,464,410
Total Assets	11,853,785	43,373,703	25,061,086	13,383,125	172,237,361	26,472,876

Liabilities and Net Position

Liabilities						
Capital Shares Payable	442	10,492	18,416	347	90,660	24,856
Other Liabilities	10,669	40,476	21,194	12,040	105,626	23,710
Total Liabilities	11,111	50,968	39,610	12,387	196,286	48,566
Net Position Held in Trust for Participants	\$ 11,842,674	\$ 43,322,735	\$ 25,021,476	\$ 13,370,738	\$ 172,041,075	\$ 26,424,310

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	MainStay Mackay Total Return Bond	MFS Value	Northern Funds International Equity Index	Northern Funds Small Cap Index	Northern Funds Small Cap Value	Northern Funds Stock Index
	529 Portfolio	529 Portfolio	529 Portfolio	529 Portfolio	529 Portfolio	529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 1,185	\$ -	\$ 9,042
Capital Shares Receivable	-	29,691	2,497	1,348	2,523	30,778
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	-	56,063,283	14,158,898	14,655,741	12,314,505	94,036,939
Total Assets	-	56,092,974	14,161,395	14,658,274	12,317,028	94,076,759
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	-	7,153	1,926	2,780	165	23,293
Other Liabilities	-	51,580	14,337	13,735	13,496	84,653
Total Liabilities	-	58,733	16,263	16,515	13,661	107,946
Net Position Held in Trust for Participants	\$ -	\$ 56,034,241	\$ 14,145,132	\$ 14,641,759	\$ 12,303,367	\$ 93,968,813

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	PGIM Core Bond 529 Portfolio	PIMCO Short-Term 529 Portfolio	Principal Global Real Estate Securities 529 Portfolio	SIT Dividend Growth 529 Portfolio	T.Rowe Price Balanced 529 Portfolio	T.Rowe Price Equity Income 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	142 \$	- \$	- \$	134,184
Capital Shares Receivable	8,966	-	157	4,477	44,179	38,679
Dividends Receivable	106,584	-	-	-	-	-
Mutual Funds	40,461,164	-	4,840,278	20,082,378	82,398,888	56,998,174
Total Assets	40,576,714	-	4,840,577 \$	20,086,855	82,443,067	57,171,037
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	11,020	-	283	9,321	86,383	5,793
Other Liabilities	39,042	-	4,238	16,882	212,880	49,572
Total Liabilities	50,062	-	4,521	26,203	299,263	55,365
Net Position Held in Trust for Participants	\$ 40,526,652	\$ -	4,836,056 \$	20,060,652 \$	82,143,804 \$	57,115,672

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	T.Rowe Price Extended Equity Market Index 529 Portfolio	T.Rowe Price Large Cap Growth 529 Portfolio	Templeton International Bond 529 Portfolio	Vanguard FTSE Developed Markets Index ETF 529 Portfolio	Vanguard FTSE Emerging Markets Stock Index ETF 529 Portfolio	Vanguard Global Ex-U.S. Real Estate Index ETF 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 343	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Shares Receivable	2,809	24,774	-	2,864	6,402	26
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	25,244,265	123,243,118	-	13,308,172	8,020,296	927,855
Total Assets	25,247,417	123,267,892	-	13,311,036	8,026,698	927,881
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	292	45,020	-	-	-	-
Other Liabilities	24,632	115,427	-	1,961	1,148	139
Total Liabilities	24,924	160,447	-	1,961	1,148	139
Net Position Held in Trust for Participants	\$ 25,222,493	\$ 123,107,445	\$ -	\$ 13,309,075	\$ 8,025,550	\$ 927,742

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	Vanguard Mega Cap Index ETF 529 Portfolio	Vanguard Mega Cap Growth Index ETF 529 Portfolio	Vanguard Mega Cap Value Index ETF 529 Portfolio	Vanguard Mega Cap Value Index ETF 529 Portfolio	Vanguard Mid-Cap Index ETF 529 Portfolio	Vanguard Mid-Cap Growth Index ETF 529 Portfolio	Vanguard Mid-Cap Value Index ETF 529 Portfolio
Assets							
Cash and Cash Equivalents	\$ -	\$ 10	\$ 40,029	\$ -	\$ -	\$ -	\$ -
Capital Shares Receivable	41,419	1,027	943	6,497	397	2,429	2,429
Dividends Receivable	123,821	16,204	66,937	37,393	4,431	10,935	10,935
Mutual Funds	32,043,871	10,656,101	10,781,670	12,487,677	2,614,177	2,437,735	2,437,735
Total Assets	32,209,111	10,673,342	10,889,579	12,531,567	2,619,005	2,451,099	2,451,099

Liabilities and Net Position

Liabilities							
Capital Shares Payable	5,000	-	-	-	-	-	-
Other Liabilities	4,623	1,549	1,554	1,817	379	356	356
Total Liabilities	9,623	1,549	1,554	1,817	379	356	356
Net Position Held in Trust for Participants	\$ 32,199,488	\$ 10,671,793	\$ 10,888,025	\$ 12,529,750	\$ 2,618,626	\$ 2,450,743	\$ 2,450,743

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	Vanguard Real Estate Index ETF 529 Portfolio	Vanguard Short-Term Bond Index ETF 529 Portfolio	Vanguard Small-Cap Index ETF 529 Portfolio	Vanguard Small-Cap Growth Index ETF 529 Portfolio	Vanguard Small-Cap Value Index ETF 529 Portfolio	Vanguard Total Bond Market Index ETF 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ 20,007	\$ 2	\$ -	\$ -	\$ 20,007
Capital Shares Receivable	489	170	8,424	582	762	10,179
Dividends Receivable	25,613	-	37,312	2,478	18,222	-
Mutual Funds	4,086,840	16,346,473	11,192,197	2,033,336	3,821,218	10,663,454
Total Assets	4,112,942	16,366,650	11,237,935	2,036,396	3,840,202	10,693,640

Liabilities and Net Position

Liabilities						
Capital Shares Payable	-	32,714	-	-	-	-
Other Liabilities	592	2,310	1,635	295	566	1,504
Total Liabilities	592	35,024	1,635	295	566	1,504
Net Position Held in Trust for Participants	\$ 4,112,350	\$ 16,331,626	\$ 11,236,300	\$ 2,036,101	\$ 3,839,636	\$ 10,692,136

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

		Fixed Income Fund	Fund 10	Fund 20	Fund 30	Fund 40
Assets						
Cash and Cash Equivalents	\$	51,095,775	132,834,535	51,781,075	\$	\$
Capital Shares Receivable	-	38,025	603,941	1,080,929	1,054,989	169,240
Dividends Receivable	-	85,874	660,502	769,371	772,342	916,106
Mutual Funds	-	51,095,775	443,104,451	592,448,522	606,045,272	818,705
						598,115,488
Total Assets	-	102,315,449	577,203,429	646,079,897	607,872,603	600,019,539

Liabilities and Net Position

Liabilities						
Capital Shares Payable	-	4,008	614,652	612,367	1,233,515	1,107,381
Other Liabilities	-	141,014	457,290	542,903	690,941	543,267
Total Liabilities	-	145,022	1,071,942	1,155,270	1,924,456	1,650,648
Net Position Held in Trust for Participants	\$	102,170,427	576,131,487	644,924,627	\$	\$
						598,368,891

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	Fund 50	Fund 60	Fund 70	Fund 80	Fund 90	Fund 100
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 375,636	\$ -	\$ -
Capital Shares Receivable	1,256,350	1,114,472	431,623	314,090	62,991	81,740
Dividends Receivable	660,204	777,811	492,332	564,767	154,540	478,303
Mutual Funds	469,697,976	578,385,142	379,211,077	486,809,001	160,630,860	565,330,956
Total Assets	471,614,530	580,277,425	380,135,032	488,063,494	160,848,391	565,890,999
Liabilities and Net Position						
Liabilities						
Capital Shares Payable	786,431	1,270,662	963,348	451,130	222,857	183,694
Other Liabilities	496,376	689,910	665,918	445,042	206,778	555,956
Total Liabilities	1,282,807	1,960,572	1,629,266	896,172	429,635	739,650
Net Position Held in Trust for Participants	\$ 470,331,723	\$ 578,316,853	\$ 378,505,766	\$ 487,167,322	\$ 160,418,756	\$ 565,151,349

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	Bank Savings 529 Portfolio	Fidelity Short-Term Bond Index 529 Portfolio	iShares 0-5 year TIPS Bond Index 529 Portfolio	BlackRock High Yield Bond 529 Portfolio	CS Float Rate High Income 529 Portfolio	AB Global Bond 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 16,127,217	\$ -	\$ 713	\$ -	\$ 18	\$ 362
Capital Shares Receivable	113,531	19,858	2,395	35,650	1,147	738
Dividends Receivable	13,153	1,937	-	4,266	6,316	13,319
Mutual Funds	-	2,372,907	7,627,814	930,243	1,757,939	7,211,905
Total Assets	16,253,901	2,394,702	7,630,922	970,159	1,765,420	7,226,324

Liabilities and Net Position

Liabilities						
Capital Shares Payable	17,248	-	-	-	-	58
Other Liabilities	8,353	1,521	5,390	788	1,088	5,432
Total Liabilities	25,601	1,521	5,390	788	1,088	5,490
Net Position Held in Trust for Participants	\$ 16,228,300	\$ 2,393,181	\$ 7,625,532	\$ 969,371	\$ 1,764,332	\$ 7,220,834

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2022

	BlackRock Growth Equity 529 Portfolio	BlackRock Emerging Markets 529 Portfolio	Total
Assets			
Cash and Cash Equivalents	\$ -	\$ 773	\$ 424,465,759
Capital Shares Receivable	7,758	7,766	7,777,389
Dividends Receivable	-	-	7,057,033
Mutual Funds	24,747,572	15,899,697	6,025,393,160
Total Assets	24,755,330	15,908,236	6,464,693,341
Liabilities and Net Position			
Liabilities			
Capital Shares Payable	15,935	2,566	7,976,420
Other Liabilities	24,564	12,979	6,678,226
Total Liabilities	40,499	15,545	14,654,646
Net Position Held in Trust for Participants	\$ 24,714,831	\$ 15,892,691	\$ 6,450,038,695

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Statements of Changes in Fiduciary Net Position by Portfolio
Bright Start
For the Year Ended June 30, 2023

	Multi-Firm Fixed Income Portfolio	Multi-Firm Fund 10	Multi-Firm Fund 20	Multi-Firm Fund 30	Multi-Firm Fund 40	Multi-Firm Fund 50
Additions						
Investment Income (Expense)	\$ 2,536,768	\$ 12,427,164	\$ 10,588,942	\$ 9,319,972	\$ 7,908,525	\$ 6,281,973
Investment Earnings	-	501	2,282	4,331	8,543	6,617
Class Action Recovery	(987,672)	(941,107)	3,439,961	6,481,489	8,425,766	9,640,092
Net Change in Fair Value of Investments	(19,017)	(95,628)	(85,690)	(75,357)	(62,179)	(50,770)
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(50,963)	(256,622)	(229,680)	(202,262)	(166,914)	(136,448)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	1,479,116	11,134,308	13,715,815	15,528,173	16,113,741	15,741,464
Other Participant Transactions						
Program Contributions	23,874,177	183,357,238	182,907,860	156,578,250	126,088,311	104,931,814
Total Increase from Participant Transactions	23,874,177	183,357,238	182,907,860	156,578,250	126,088,311	104,931,814
Total Additions	25,353,293	194,491,546	196,623,675	172,106,423	142,202,052	120,673,278
Deductions						
Program Distributions	26,634,081	176,614,765	206,636,209	168,250,183	141,738,134	108,804,412
Total Deductions	26,634,081	176,614,765	206,636,209	168,250,183	141,738,134	108,804,412
Change in Net Position	(1,280,788)	17,876,781	(10,012,534)	3,856,240	463,918	11,868,866
Net Position, Beginning of Fiscal Year	73,195,058	364,084,714	334,385,774	284,611,628	229,735,831	186,963,517
Net Position, End of Fiscal Year	\$ 71,914,270	\$ 381,961,495	\$ 324,373,240	\$ 288,467,868	\$ 230,199,749	\$ 198,832,383

(Continued)

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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, 2023

	Multi-Firm Balanced Portfolio Fund 60	Multi-Firm Fund 70	Multi-Firm Fund 80	Multi-Firm Fund 90	Multi-Firm Equity Portfolio Fund 100	Index Fixed Income Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 8,710,407	\$ 5,738,087	\$ 3,797,460	\$ 2,624,523	\$ 12,141,105	\$ 4,499,190
Class Action Recovery	7,869	4,916	3,294	1,203	34,600	-
Net Change in Fair Value of Investments	16,752,987	13,447,705	11,292,560	8,869,236	48,130,823	(2,042,948)
State Administrative Fees	(70,459)	(46,729)	(32,257)	(22,992)	(110,932)	-
Other Operating Expenses	-	-	-	-	-	-
Management and Bank Custodial Fees	(189,424)	(125,788)	(86,869)	(61,887)	(298,063)	(93,852)
Net Investment Earnings (Loss)	25,211,380	19,018,191	14,974,188	11,410,083	59,897,533	2,362,390
Other Participant Transactions						
Program Contributions	103,252,297	73,733,954	58,692,519	37,208,904	39,003,570	48,444,645
Total Increase from Participant Transactions	103,252,297	73,733,954	58,692,519	37,208,904	39,003,570	48,444,645
Total Additions	128,463,677	92,752,145	73,666,707	48,618,987	98,901,103	50,807,035
Deductions						
Program Distributions	105,304,358	75,531,025	52,546,973	39,721,231	73,229,071	53,292,820
Total Deductions	105,304,358	75,531,025	52,546,973	39,721,231	73,229,071	53,292,820
Change in Net Position	23,159,319	17,221,120	21,119,734	8,897,756	25,672,032	(2,485,785)
Net Position, Beginning of Fiscal Year	255,748,884	164,462,496	114,850,191	81,656,378	408,892,904	135,294,719
Net Position, End of Fiscal Year	\$ 278,908,203	\$ 181,683,616	\$ 135,969,925	\$ 90,554,134	\$ 434,564,936	\$ 132,808,934

(Continued)

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, 2023**

	Index Fund 10	Index Fund 20	Index Fund 30	Index Fund 40	Index Fund 50	Index Balanced Portfolio Fund 60
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 10,105,379	\$ 10,814,331	\$ 12,490,862	\$ 14,175,699	\$ 12,307,246	\$ 17,501,875
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	(1,250,428)	3,088,599	10,429,177	17,966,352	22,246,174	42,119,273
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(26,776)	(58,143)	(71,304)	(94,298)	(66,057)	(71,859)
Management and Bank Custodial Fees	(228,668)	(262,110)	(316,959)	(354,340)	(319,824)	(461,300)
Net Investment Earnings (Loss)	8,599,507	13,582,677	22,531,776	31,693,413	34,167,539	59,087,989
Other Participant Transactions						
Program Contributions	189,757,825	241,084,143	304,954,446	297,307,238	262,079,834	277,469,141
Total Increase from Participant Transactions	189,757,825	241,084,143	304,954,446	297,307,238	262,079,834	277,469,141
Total Additions	198,357,332	254,666,820	327,486,222	329,000,651	296,247,373	336,557,130
Deductions						
Program Distributions	155,788,156	211,386,308	214,466,915	278,264,002	256,451,633	252,893,591
Total Deductions	155,788,156	211,386,308	214,466,915	278,264,002	256,451,633	252,893,591
Change in Net Position	42,569,176	43,280,512	113,019,307	50,736,649	39,795,740	83,663,539
Net Position, Beginning of Fiscal Year	311,952,461	354,302,404	390,874,409	472,283,098	426,601,796	611,401,940
Net Position, End of Fiscal Year	\$ 354,521,637	\$ 397,582,916	\$ 503,893,716	\$ 523,019,747	\$ 466,397,536	\$ 695,065,479

(Continued)

State of Illinois
Office of the Treasurer
College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2023

	Index Fund 70	Index Fund 80	Index Fund 90	Index Equity Portfolio Fund 100	Ariel 529 Portfolio	Baird Short-Term Bond 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 11,556,985	\$ 7,928,488	\$ 6,294,779	\$ 25,690,918	\$ 1,729,048	\$ 682,770
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	33,308,395	29,148,917	26,969,485	127,367,899	1,090,171	(308,832)
State Administrative Fees	(31,915)	(24,040)	(10,091)	-	(5,527)	(6,488)
Other Operating Expenses	(307,769)	(218,876)	(178,358)	(770,970)	(14,882)	(17,551)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	44,525,696	36,834,489	33,075,815	152,287,847	2,798,810	349,899
Other Participant Transactions						
Program Contributions	192,346,476	166,998,820	142,340,152	148,241,045	3,819,920	13,436,659
Total Increase from Participant Transactions	192,346,476	166,998,820	142,340,152	148,241,045	3,819,920	13,436,659
Total Additions	236,872,172	203,833,309	175,415,967	300,528,892	6,618,730	13,786,558
Deductions						
Program Distributions	197,834,809	129,413,426	99,998,836	141,279,509	4,549,914	8,092,884
Total Deductions	197,834,809	129,413,426	99,998,836	141,279,509	4,549,914	8,092,884
Change in Net Position	39,037,363	74,419,883	75,417,131	159,249,383	2,068,816	5,693,674
Net Position, Beginning of Fiscal Year	409,920,581	278,500,546	213,726,730	1,010,564,754	19,463,646	22,230,421
Net Position, End of Fiscal Year	\$ 448,957,944	\$ 352,920,429	\$ 289,143,861	\$ 1,169,814,137	\$ 21,532,462	\$ 27,924,095

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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, 2023

	DFA International Small Company 529 Portfolio	DFA U.S. Large Cap Value 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)	\$ 825,323	\$ 1,771,505	\$ 2,152,684	\$ 827,394	\$ -	\$ 3,157,908
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	1,540,434	2,335,189	3,647,512	(369,917)	50,519,469	7,231,348
Net Change in Fair Value of Investments	(5,294)	(10,387)	(10,927)	(6,256)	(51,855)	(17,945)
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(14,313)	(28,085)	(29,495)	(16,877)	(139,426)	(48,333)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	2,346,150	4,068,222	5,759,774	434,344	50,328,188	10,322,978
Other Participant Transactions						
Program Contributions	4,630,513	12,779,474	12,765,662	9,570,864	40,439,905	12,871,395
Total Increase from Participant Transactions	4,630,513	12,779,474	12,765,662	9,570,864	40,439,905	12,871,395
Total Additions	6,976,663	16,847,696	18,525,436	10,005,208	90,768,093	23,194,373
Deductions						
Program Distributions	3,184,357	8,130,320	10,974,178	6,167,081	25,288,514	7,962,068
Total Deductions	3,184,357	8,130,320	10,974,178	6,167,081	25,288,514	7,962,068
Change in Net Position	3,792,306	8,717,376	7,551,258	3,838,127	65,479,579	15,232,305
Net Position, Beginning of Fiscal Year	18,339,067	34,070,077	35,869,654	22,368,655	174,244,706	59,926,121
Net Position, End of Fiscal Year	\$ 22,131,373	\$ 42,787,453	\$ 43,420,912	\$ 26,206,782	\$ 239,724,285	\$ 75,158,426

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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, 2023

	Vanguard Federal Money Market 529 Portfolio	Vanguard 500 Index 529 Portfolio	Vanguard REIT Index 529 Portfolio	Vanguard Inflation-Protected Securities Index 529 Portfolio	Vanguard Total Bond Market Index 529 Portfolio	Vanguard International Bond Index 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 11,108,014	\$ 20,686,729	\$ 1,439,444	\$ 2,717,898	\$ 1,806,111	\$ 198,225
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	-	105,018,974	(2,719,209)	(2,671,606)	(2,222,769)	(149,789)
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(10,892,099)	-	-	-	-	-
Management and Bank Custodial Fees	(214,547)	(483,409)	(23,558)	(39,216)	(46,248)	(7,768)
Net Investment Earnings (Loss)	1,368	125,222,294	(1,303,323)	7,076	(462,906)	40,668
Other Participant Transactions						
Program Contributions	148,918,817	149,923,810	7,183,594	14,659,365	22,864,930	3,851,691
Total Increase from Participant Transactions	148,918,817	149,923,810	7,183,594	14,659,365	22,864,930	3,851,691
Total Additions	148,920,185	275,146,104	5,880,271	14,666,441	22,402,024	3,892,359
Deductions						
Program Distributions	121,380,027	65,908,920	7,582,161	23,695,610	15,485,977	2,572,463
Total Deductions	121,380,027	65,908,920	7,582,161	23,695,610	15,485,977	2,572,463
Change in Net Position	27,540,158	209,237,184	(1,701,890)	(9,029,169)	6,916,047	1,319,896
Net Position, Beginning of Fiscal Year	299,679,927	587,608,708	33,985,697	59,391,394	63,067,495	10,337,382
Net Position, End of Fiscal Year	\$ 327,220,085	\$ 796,845,892	\$ 32,283,807	\$ 50,362,225	\$ 69,983,542	\$ 11,657,278

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State of Illinois
Office of the Treasurer
College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2023

	Vanguard Total International Stock Index 529 Portfolio	Vanguard Total Stock Market Index 529 Portfolio	Direct Bank Savings 529 Portfolio	First Steps	Total
Additions					
Investment Income (Expense)	\$ 3,370,177	\$ 4,484,150	\$ 2,329,597	\$ 5	\$ 274,727,660
Investment Earnings	-	-	-	-	74,156
Class Action Recovery	9,606,525	44,156,902	-	204	650,607,341
Net Change in Fair Value of Investments	-	-	-	-	(786,689)
State Administrative Fees	-	-	(2,297,976)	(1)	(13,644,559)
Other Operating Expenses	(77,664)	(191,254)	(40,800)	-	(6,751,372)
Management and Bank Custodial Fees					
Net Investment Earnings (Loss)	12,899,038	48,449,798	(9,179)	208	904,226,537
Other Participant Transactions					
Program Contributions	23,974,813	75,354,600	77,950,436	17,350	3,995,666,457
Total Increase from Participant Transactions	23,974,813	75,354,600	77,950,436	17,350	3,995,666,457
Total Additions	36,873,851	123,804,398	77,941,257	17,558	4,899,892,994
Deductions					
Program Distributions	13,988,064	29,438,695	36,589,245	-	3,557,070,925
Total Deductions	13,988,064	29,438,695	36,589,245	-	3,557,070,925
Change in Net Position	22,885,787	94,365,703	41,352,012	17,558	1,342,822,069
Net Position, Beginning of Fiscal Year	98,594,593	226,301,916	37,927,313	-	8,917,417,585
Net Position, End of Fiscal Year	\$ 121,480,380	\$ 320,667,619	\$ 79,279,325	\$ 17,558	\$ 10,260,239,654

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College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio
Bright Start
For the Year Ended June 30, 2022

	Multi-Firm Fixed Income Portfolio	Multi-Firm Fund 10	Multi-Firm Fund 20	Multi-Firm Fund 30	Multi-Firm Fund 40	Multi-Firm Fund 50
Additions						
Investment Income (Expense)	\$ 1,218,681	\$ 9,190,888	\$ 11,563,900	\$ 11,645,593	\$ 10,776,657	\$ 8,710,247
Investment Earnings	-	10,446	43,101	80,464	155,727	121,887
Class Action Recovery	(2,845,713)	(28,986,065)	(38,934,807)	(40,779,049)	(39,142,859)	(33,770,363)
Net Change in Fair Value of Investments	(22,081)	(104,272)	(108,398)	(94,129)	(79,525)	(62,351)
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(51,541)	(243,396)	(253,030)	(219,725)	(185,635)	(145,545)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	(1,700,654)	(20,132,399)	(27,689,234)	(29,366,846)	(28,475,635)	(25,146,125)
Other Participant Transactions						
Program Contributions	28,514,948	202,057,855	215,336,101	179,545,954	141,664,243	124,183,844
Total Increase from Participant Transactions	28,514,948	202,057,855	215,336,101	179,545,954	141,664,243	124,183,844
Total Additions	26,814,294	181,925,456	187,646,867	150,179,108	113,188,608	99,037,719
Deductions						
Program Distributions	27,407,830	161,932,688	224,776,365	197,427,546	157,029,234	123,840,547
Total Deductions	27,407,830	161,932,688	224,776,365	197,427,546	157,029,234	123,840,547
Change in Net Position	(593,536)	19,992,768	(37,129,498)	(47,248,438)	(43,840,626)	(24,802,828)
Net Position, Beginning of Fiscal Year	73,788,594	344,091,946	371,515,272	331,860,066	273,576,457	211,766,345
Net Position, End of Fiscal Year	\$ 73,195,058	\$ 364,084,714	\$ 334,385,774	\$ 284,611,628	\$ 229,735,831	\$ 186,963,517

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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, 2022

	Multi-Firm Balanced Portfolio Fund 60	Multi-Firm Fund 70	Multi-Firm Fund 80	Multi-Firm Fund 90	Multi-Firm Equity Portfolio Fund 100	Index Fixed Income Portfolio
Additions						
Investment Income (Expense)	\$ 12,708,823	\$ 8,996,800	\$ 6,527,565	\$ 4,721,233	\$ 25,996,724	\$ 2,217,809
Investment Earnings	146,090	93,026	62,164	22,704	623,144	-
Class Action Recovery	(50,904,954)	(35,726,894)	(26,832,488)	(19,752,359)	(105,520,892)	(5,426,246)
Net Change in Fair Value of Investments	(86,837)	(56,703)	(40,338)	(27,562)	(147,769)	-
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(202,700)	(132,360)	(94,159)	(64,334)	(344,935)	(95,218)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	(38,339,578)	(26,826,131)	(20,377,256)	(15,100,318)	(79,393,728)	(3,303,655)
Other Participant Transactions						
Program Contributions	122,938,090	89,820,091	64,096,053	48,181,315	57,467,725	55,345,050
Total Increase from Participant Transactions	122,938,090	89,820,091	64,096,053	48,181,315	57,467,725	55,345,050
Total Additions	84,598,512	62,993,960	43,718,797	33,080,997	(21,926,003)	52,041,395
Deductions						
Program Distributions	122,702,064	90,775,896	65,521,799	39,062,671	85,010,679	57,943,752
Total Deductions	122,702,064	90,775,896	65,521,799	39,062,671	85,010,679	57,943,752
Change in Net Position	(38,103,552)	(27,781,936)	(21,803,002)	(5,981,674)	(106,936,682)	(5,902,357)
Net Position, Beginning of Fiscal Year	293,852,436	192,244,432	136,653,193	87,638,052	515,829,586	141,197,076
Net Position, End of Fiscal Year	\$ 255,748,884	\$ 164,462,496	\$ 114,850,191	\$ 81,656,378	\$ 408,892,904	\$ 135,294,719

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State of Illinois
Office of the Treasurer
College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2022

	Index Fund 10	Index Fund 20	Index Fund 30	Index Fund 40	Index Fund 50	Index Balanced Portfolio Fund 60
Additions						
Investment Income (Expense)	\$ 6,541,001	\$ 8,527,593	\$ 10,178,207	\$ 13,001,549	\$ 11,300,504	\$ 16,415,710
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	(23,970,994)	(36,921,934)	(49,844,735)	(68,087,230)	(67,652,261)	(104,076,027)
Net Change in Fair Value of Investments	-	-	-	-	-	-
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(207,268)	(246,521)	(275,044)	(347,911)	(326,314)	(476,365)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	(17,637,261)	(28,640,862)	(39,941,572)	(55,433,592)	(56,678,071)	(88,136,682)
Other Participant Transactions						
Program Contributions	195,020,680	244,843,326	275,341,777	309,345,623	282,082,550	298,730,450
Total Increase from Participant Transactions	195,020,680	244,843,326	275,341,777	309,345,623	282,082,550	298,730,450
Total Additions	177,383,419	216,202,464	235,400,205	253,912,031	225,404,479	210,593,768
Deductions						
Program Distributions	149,219,296	211,671,941	214,165,844	248,211,478	264,568,175	278,462,828
Total Deductions	149,219,296	211,671,941	214,165,844	248,211,478	264,568,175	278,462,828
Change in Net Position	28,164,123	4,530,523	21,234,361	5,700,553	(39,163,696)	(67,869,060)
Net Position, Beginning of Fiscal Year	283,788,338	349,771,881	369,640,048	466,582,545	465,765,492	679,271,000
Net Position, End of Fiscal Year	\$ 311,952,461	\$ 354,302,404	\$ 390,874,409	\$ 472,283,098	\$ 426,601,796	\$ 611,401,940

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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, 2022

	Index Fund 70	Index Fund 80	Index Fund 90	Index Equity Portfolio Fund 100	Ariel 529 Portfolio	Baird Short-Term Bond 529 Portfolio
Additions						
Investment Income (Expense)	\$ 11,201,039	\$ 7,166,633	\$ 5,071,866	\$ 24,873,955	\$ 1,247,606	\$ 311,944
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	(74,839,179)	(52,734,692)	(41,864,201)	(208,704,403)	(5,779,206)	(1,232,525)
Net Change in Fair Value of Investments	-	-	-	-	(6,443)	(6,652)
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(326,405)	(217,960)	(154,612)	(819,517)	(15,040)	(15,527)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	(63,964,545)	(45,786,019)	(36,946,947)	(184,649,965)	(4,553,083)	(942,760)
Other Participant Transactions						
Program Contributions	218,908,710	168,996,437	148,177,326	178,080,695	9,534,349	8,513,091
Total Increase from Participant Transactions	218,908,710	168,996,437	148,177,326	178,080,695	9,534,349	8,513,091
Total Additions	154,944,165	123,210,418	111,230,379	(6,569,270)	4,981,266	7,570,331
Deductions						
Program Distributions	212,345,566	154,627,640	95,478,287	167,414,719	4,597,077	7,027,682
Total Deductions	212,345,566	154,627,640	95,478,287	167,414,719	4,597,077	7,027,682
Change in Net Position	(57,401,401)	(31,417,222)	15,752,092	(173,983,989)	384,189	542,649
Net Position, Beginning of Fiscal Year	467,321,982	309,917,768	197,974,638	1,184,548,743	19,079,457	21,687,772
Net Position, End of Fiscal Year	\$ 409,920,581	\$ 278,500,546	\$ 213,726,730	\$ 1,010,564,754	\$ 19,463,646	\$ 22,230,421

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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, 2022

	DFA International Small Company 529 Portfolio	DFA U.S. Large Cap Value 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)	\$ 1,296,987	\$ 1,359,524	\$ 2,668,149	\$ 638,782	\$ -	\$ 10,629,468
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	(5,725,220)	(4,280,329)	(5,896,515)	(3,121,556)	(71,670,816)	(29,179,449)
Net Change in Fair Value of Investments	(6,237)	(9,304)	(10,569)	(7,150)	(67,253)	(21,527)
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	(14,559)	(21,717)	(24,669)	(16,689)	(156,986)	(50,251)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	(4,449,029)	(2,951,826)	(3,263,604)	(2,506,613)	(71,895,055)	(18,621,759)
Other Participant Transactions						
Program Contributions	6,078,205	18,636,833	17,311,073	8,662,173	58,887,270	16,682,920
Total Increase from Participant Transactions	6,078,205	18,636,833	17,311,073	8,662,173	58,887,270	16,682,920
Total Additions	1,629,176	15,685,007	14,047,469	6,155,560	(13,007,785)	(1,938,839)
Deductions						
Program Distributions	3,756,327	7,055,868	7,640,289	7,511,162	39,701,721	11,818,238
Total Deductions	3,756,327	7,055,868	7,640,289	7,511,162	39,701,721	11,818,238
Change in Net Position	(2,127,151)	8,629,139	6,407,180	(1,355,602)	(52,709,506)	(13,757,077)
Net Position, Beginning of Fiscal Year	20,466,218	25,440,938	29,462,474	23,724,257	226,954,212	73,683,198
Net Position, End of Fiscal Year	\$ 18,339,067	\$ 34,070,077	\$ 35,869,654	\$ 22,368,655	\$ 174,244,706	\$ 59,926,121

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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, 2022

	Vanguard Federal Money Market 529 Portfolio	Vanguard 500 Index 529 Portfolio	Vanguard REIT Index 529 Portfolio	Vanguard Inflation-Protected Securities Index 529 Portfolio	Vanguard Short-Term Inflation-Protected Securities Index 529 Portfolio	Vanguard Total Bond Market Index 529 Portfolio	Vanguard International Bond Index 529 Portfolio
Additions							
Investment Income (Expense)							
Investment Earnings	\$ 505,956	\$ 29,547,127	\$ 929,731	\$ 2,864,830	\$ 1,584,608	\$ 415,497	
Class Action Recovery	-	-	-	-	-	-	-
Net Change in Fair Value of Investments	-	(104,170,083)	(4,812,385)	(2,715,597)	(9,110,124)	(1,578,657)	
State Administrative Fees	(470,762)	-	-	-	-	-	-
Other Operating Expenses	(35,053)	(435,254)	(23,587)	(33,639)	(49,566)	(7,901)	
Management and Bank Custodial Fees							
Net Investment Earnings (Loss)	141	(75,058,210)	(3,906,241)	115,594	(7,575,082)	(1,171,061)	
Other Participant Transactions							
Program Contributions	115,935,433	174,242,142	18,333,818	36,463,228	18,403,023	3,493,602	
Total Increase from Participant Transactions	115,935,433	174,242,142	18,333,818	36,463,228	18,403,023	3,493,602	
Total Additions	115,935,574	99,183,932	14,427,577	36,578,822	10,827,941	2,322,541	
Deductions							
Program Distributions	127,892,961	67,527,185	7,453,751	13,165,430	22,500,769	3,650,138	
Total Deductions	127,892,961	67,527,185	7,453,751	13,165,430	22,500,769	3,650,138	
Change in Net Position	(11,957,387)	31,656,747	6,973,826	23,413,392	(11,672,828)	(1,327,597)	
Net Position, Beginning of Fiscal Year	311,637,314	555,951,961	27,011,871	35,978,002	74,740,323	11,664,979	
Net Position, End of Fiscal Year	\$ 299,679,927	\$ 587,608,708	\$ 33,985,697	\$ 59,391,394	\$ 63,067,495	\$ 10,337,382	

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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, 2022

	Vanguard Total International Stock Index 529 Portfolio	Vanguard Total Stock Market Index 529 Portfolio	Direct Bank Savings 529 Portfolio	Total
Additions				
Investment Income (Expense)	\$ 3,505,793	\$ 3,289,416	\$ 73,238	\$ 289,421,633
Investment Earnings	-	-	-	1,358,753
Class Action Recovery	(25,848,799)	(42,289,630)	-	(1,474,729,236)
Net Change in Fair Value of Investments	-	-	-	(965,100)
State Administrative Fees	-	-	(65,372)	(536,134)
Other Operating Expenses	(75,141)	(163,985)	(7,849)	(6,577,908)
Management and Bank Custodial Fees				
Net Investment Earnings (Loss)	(22,418,147)	(39,164,199)	17	(1,192,027,992)
Other Participant Transactions				
Program Contributions	34,138,836	92,727,456	44,120,031	4,330,842,326
Total Increase from Participant Transactions	34,138,836	92,727,456	44,120,031	4,330,842,326
Total Additions	11,720,689	53,563,257	44,120,048	3,138,814,334
Deductions				
Program Distributions	17,151,093	29,261,722	6,192,735	3,733,500,993
Total Deductions	17,151,093	29,261,722	6,192,735	3,733,500,993
Change in Net Position	(5,430,404)	24,301,535	37,927,313	(594,686,659)
Net Position, Beginning of Fiscal Year	104,024,997	202,000,381	-	9,512,104,244
Net Position, End of Fiscal Year	\$ 98,594,593	\$ 226,301,916	\$ 37,927,313	\$ 8,917,417,585

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Statements of Changes in Fiduciary Net Position by Portfolio
Bright Directions
For the Year Ended June 30, 2023

	AB Moderate Index 0-2	AB Moderate Index 3-5	AB Moderate Index 6-8	AB Moderate Index 9-10	AB Moderate Index 11-12	AB Moderate Index 13-14
Additions						
Investment Income (Expense)	\$ 5,202	\$ 5,149	\$ 4,556	\$ 5,340	\$ 2,097	\$ 1,361
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	40,767	32,282	23,237	23,238	9,896	2,920
Net Change in Fair Value of Investments	(51)	(47)	(42)	(45)	(19)	(12)
State Administrative Fees	(405)	(591)	(714)	(581)	(204)	(158)
12b-1 Fees	(44)	(42)	(36)	(84)	(52)	(19)
Other Operating Expenses	(287)	(264)	(236)	(254)	(112)	(66)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	45,182	36,487	26,765	27,614	11,606	4,026
Other Participant Transactions						
Program Contributions	677,466	655,612	574,907	910,612	600,651	183,260
Total Increase from Participant Transactions	677,466	655,612	574,907	910,612	600,651	183,260
Total Additions	722,648	692,099	601,672	938,226	612,257	187,286
Deductions						
Program Distributions	31,512	36,730	9,359	257,179	54,670	35,575
Total Deductions	31,512	36,730	9,359	257,179	54,670	35,575
Change in Net Position	691,136	655,369	592,313	681,047	557,587	151,711
Net Position, Beginning of Fiscal Year	-	-	-	-	-	-
Net Position, End of Fiscal Year	\$ 691,136	\$ 655,369	\$ 592,313	\$ 681,047	\$ 557,587	\$ 151,711

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2023

	AB Moderate Index 15-16	AB Moderate Index 17-18	AB Moderate Index 19+	American Beacon Garcia Hamilton Quality Bond 529 Portfolio	American Century Equity Growth 529 Portfolio	American Century Growth 529 Portfolio
Additions						
Investment Income (Expense)	\$ 4,746	\$ 4,243	\$ 1,781	\$ 12,367	\$ 2,076,911	\$ 457,999
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	8,690	6,280	815	(5,763)	876,888	5,438,808
Net Change in Fair Value of Investments	(46)	(36)	(15)	(100)	(6,431)	(6,545)
State Administrative Fees	(595)	(415)	(207)	(672)	(73,154)	(80,034)
12b-1 Fees	(105)	(93)	(31)	-	-	-
Other Operating Expenses	(257)	(203)	(87)	(540)	(33,510)	(34,151)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	12,433	9,776	2,256	5,292	2,840,704	5,776,077
Other Participant Transactions						
Program Contributions	905,566	829,699	316,570	545,601	4,148,277	4,293,167
Total Increase from Participant Transactions	905,566	829,699	316,570	545,601	4,148,277	4,293,167
Total Additions	917,999	839,475	318,826	550,893	6,988,981	10,069,244
Deductions						
Program Distributions	228,345	78,839	47,224	105,089	4,422,051	4,401,382
Total Deductions	228,345	78,839	47,224	105,089	4,422,051	4,401,382
Change in Net Position	689,654	760,636	271,602	445,804	2,566,930	5,667,862
Net Position, Beginning of Fiscal Year	-	-	-	131,108	23,755,116	22,796,421
Net Position, End of Fiscal Year	\$ 689,654	\$ 760,636	\$ 271,602	\$ 576,912	\$ 26,322,046	\$ 28,464,283

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2023

	American Century Value	Ariel	529 Portfolio	Baird Short-Term Bond Institutional	529 Portfolio	BlackRock Inflation Protected Bond	529 Portfolio	Calvert Equity	529 Portfolio	Delaware Small Cap Core	529 Portfolio
Additions											
Investment Income (Expense)	\$ 3,508,780	\$ 1,563,305	\$ 1,560,535	\$ 767,990	\$ 931,723	\$ 905,963					
Class Action Recovery											
Net Change in Fair Value of Investments	(851,798)	1,007,746	(740,887)	(917,224)	3,732,333	1,866,101					
State Administrative Fees	(6,722)	(5,007)	(15,393)	(4,098)	(8,613)	(6,769)					
12b-1 Fees	(70,308)	(44,096)	(126,795)	(39,772)	(96,110)	(68,250)					
Other Operating Expenses	-	-	-	-	-	-					
Management and Bank Custodial Fees	(35,204)	(26,156)	(80,088)	(21,247)	(45,008)	(35,321)					
Net Investment Earnings (Loss)	2,544,748	2,495,792	597,372	(214,351)	4,514,325	2,661,724					
Other Participant Transactions											
Program Contributions	6,094,995	3,615,526	13,328,301	2,454,131	5,628,919	4,217,747					
Total Increase from Participant Transactions	6,094,995	3,615,526	13,328,301	2,454,131	5,628,919	4,217,747					
Total Additions	8,639,743	6,111,318	13,925,673	2,239,780	10,143,244	6,879,471					
Deductions											
Program Distributions	4,185,071	3,756,952	18,238,585	4,864,837	4,315,565	3,692,555					
Total Deductions	4,185,071	3,756,952	18,238,585	4,864,837	4,315,565	3,692,555					
Change in Net Position	4,454,672	2,354,366	(4,312,912)	(2,625,057)	5,827,679	3,186,916					
Net Position, Beginning of Fiscal Year	22,449,558	17,439,523	61,306,805	16,732,404	29,566,019	23,529,512					
Net Position, End of Fiscal Year	\$ 26,904,230	\$ 19,793,889	\$ 56,993,893	\$ 14,107,347	\$ 35,393,698	\$ 26,716,428					

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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, 2023

	DFA International Small Company 529 Portfolio	DFA Real Estate Securities 529 Port	Dodge & Cox International Stock 529 Portfolio	Fidelity US Bond Index 529 Portfolio	Harbor Small Cap Growth Opportunities 529 Portfolio	Invesco Government & Agency 529 Portfolio
Additions						
Investment Income (Expense)	\$ 452,580	\$ 692,532	\$ 963,499	\$ 657,187	\$ 627,121	\$ 6,039,985
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	841,175	(1,210,340)	5,376,525	(852,662)	1,892,317	-
State Administrative Fees	(2,883)	(3,003)	(12,061)	(6,613)	(3,849)	-
12b-1 Fees	(22,019)	(31,262)	(122,999)	(54,153)	(39,740)	-
Other Operating Expenses	-	-	-	-	-	(5,811,889)
Management and Bank Custodial Fees	(15,107)	(15,594)	(63,185)	(34,484)	(20,071)	(226,602)
Net Investment Earnings (Loss)	1,253,746	(567,667)	6,141,779	(290,725)	2,455,778	1,494
Other Participant Transactions						
Program Contributions	2,119,938	1,825,312	8,682,896	7,718,350	2,310,169	82,930,513
Total Increase from Participant Transactions	2,119,938	1,825,312	8,682,896	7,718,350	2,310,169	82,930,513
Total Additions	3,373,684	1,257,645	14,824,675	7,427,625	4,765,947	82,932,007
Deductions						
Program Distributions	1,809,595	2,179,802	7,717,536	6,856,621	2,598,484	86,115,646
Total Deductions	1,809,595	2,179,802	7,717,536	6,856,621	2,598,484	86,115,646
Change in Net Position	1,564,089	(922,157)	7,107,139	571,004	2,167,463	(3,183,639)
Net Position, Beginning of Fiscal Year	10,089,774	11,842,674	43,322,735	25,021,476	13,370,738	172,041,075
Net Position, End of Fiscal Year	\$ 11,653,863	\$ 10,920,517	\$ 50,429,874	\$ 25,592,480	\$ 15,538,201	\$ 168,857,436

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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, 2023**

	Invesco Oppenheimer International Growth 529 Portfolio	MFS Value 529 Portfolio	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
Additions						
Investment Income (Expense)	\$ 67,169	\$ 4,447,704	\$ 405,567	\$ 910,377	\$ -	\$ -
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	5,326,118	1,661,374	2,320,677	887,128	1,359,822	19,271,783
State Administrative Fees	(7,387)	(16,392)	(4,182)	(4,239)	(3,542)	(27,731)
12b-1 Fees	(77,551)	(167,389)	(42,550)	(47,033)	(30,777)	(294,727)
Other Operating Expenses	-	-	-	-	-	-
Management and Bank Custodial Fees	(38,611)	(85,678)	(21,941)	(22,110)	(18,469)	(145,019)
Net Investment Earnings (Loss)	5,269,738	5,839,619	2,657,571	1,724,123	1,307,034	18,804,306
Other Participant Transactions						
Program Contributions	3,716,796	11,561,126	2,919,932	2,820,053	2,871,744	23,072,487
Total Increase from Participant Transactions	3,716,796	11,561,126	2,919,932	2,820,053	2,871,744	23,072,487
Total Additions	8,986,534	17,400,745	5,577,503	4,544,176	4,178,778	41,876,793
Deductions						
Program Distributions	5,691,856	8,800,952	2,051,258	2,543,752	2,996,166	16,383,296
Total Deductions	5,691,856	8,800,952	2,051,258	2,543,752	2,996,166	16,383,296
Change in Net Position	3,294,678	8,599,793	3,526,245	2,000,424	1,182,612	25,493,497
Net Position, Beginning of Fiscal Year	26,424,310	56,034,241	14,145,132	14,641,759	12,303,367	93,968,813
Net Position, End of Fiscal Year	\$ 29,718,988	\$ 64,634,034	\$ 17,671,377	\$ 16,642,183	\$ 13,485,979	\$ 119,462,310

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2023

	PGIM Core Bond 529 Portfolio	Principal Global Real Estate Securities 529 Portfolio	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
Additions						
Investment Income (Expense)	\$ 1,362,144	\$ 50,386	\$ 2,401,932	\$ 4,165,125	\$ 4,038,441	\$ 1,848,725
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	(1,642,699)	(235,900)	629,518	5,017,930	810,953	2,202,679
State Administrative Fees	(10,361)	(1,172)	(5,883)	(22,135)	(16,191)	(7,354)
12b-1 Fees	(110,233)	(11,782)	(57,327)	(260,374)	(164,961)	(82,349)
Other Operating Expenses	-	-	-	-	-	-
Management and Bank Custodial Fees	(53,988)	(6,084)	(30,738)	(115,420)	(84,549)	(38,377)
Net Investment Earnings (Loss)	(455,137)	(204,552)	2,937,502	8,785,126	4,583,693	3,923,324
Other Participant Transactions						
Program Contributions	8,387,137	567,471	4,389,272	15,283,575	12,451,617	5,144,850
Total Increase from Participant Transactions	8,387,137	567,471	4,389,272	15,283,575	12,451,617	5,144,850
Total Additions	7,932,000	362,919	7,326,774	24,068,701	17,035,310	9,068,174
Deductions						
Program Distributions	9,036,453	1,210,404	3,635,804	18,325,342	12,836,702	4,676,487
Total Deductions	9,036,453	1,210,404	3,635,804	18,325,342	12,836,702	4,676,487
Change in Net Position	(1,104,453)	(847,485)	3,690,970	5,743,359	4,198,608	4,391,687
Net Position, Beginning of Fiscal Year	40,526,652	4,836,056	20,060,652	82,143,804	57,115,672	25,222,493
Net Position, End of Fiscal Year	\$ 39,422,199	\$ 3,988,571	\$ 23,751,622	\$ 87,887,163	\$ 61,314,280	\$ 29,614,180

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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, 2023

	T. Rowe Price Large Cap Growth 529 Portfolio	Vanguard FTSE Developed Markets Index ETF 529 Portfolio	Vanguard FTSE Emerging Markets Stock Index ETF 529 Portfolio	Vanguard Global Ex-U.S. Real Estate Index ETF 529 Portfolio	Vanguard Mega Cap Index ETF 529 Portfolio	Vanguard Mega Cap Growth Index ETF 529 Portfolio
Additions						
Investment Income (Expense)	\$ -	\$ 415,787	\$ 278,248	\$ 5,075	\$ -	\$ 74,540
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	34,449,734	1,886,038	(172,026)	(87,446)	6,266,858	3,290,808
State Administrative Fees	(35,759)	(3,936)	(2,122)	(242)	(9,352)	(3,125)
12b-1 Fees	(385,189)	-	-	-	-	-
Other Operating Expenses	-	(749)	(424)	(54)	(563)	(127)
Management and Bank Custodial Fees	(186,634)	(20,657)	(11,078)	(1,261)	(48,871)	(16,324)
Net Investment Earnings (Loss)	33,842,152	2,276,483	92,598	(83,928)	6,769,512	3,345,772
Other Participant Transactions						
Program Contributions	22,946,046	2,949,770	1,236,632	178,660	6,244,470	2,116,088
Total Increase from Participant Transactions	22,946,046	2,949,770	1,236,632	178,660	6,244,470	2,116,088
Total Additions	56,788,198	5,226,253	1,329,230	94,732	13,013,982	5,461,860
Deductions						
Program Distributions	19,959,581	1,763,246	1,266,319	133,869	5,360,856	1,602,592
Total Deductions	19,959,581	1,763,246	1,266,319	133,869	5,360,856	1,602,592
Change in Net Position	36,828,617	3,463,007	62,911	(39,137)	7,653,126	3,859,268
Net Position, Beginning of Fiscal Year	123,107,445	13,309,075	8,025,550	927,742	32,199,488	10,671,793
Net Position, End of Fiscal Year	\$ 159,936,062	\$ 16,772,082	\$ 8,088,461	\$ 888,605	\$ 39,852,614	\$ 14,531,061

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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, 2023**

	Vanguard Mega Cap Value Index ETF 529 Portfolio	Vanguard Mid-Cap Index ETF 529 Portfolio	Vanguard Mid-Cap Growth Index ETF 529 Portfolio	Vanguard Mid-Cap Value Index ETF 529 Portfolio	Vanguard Real Estate Index ETF 529 Portfolio	Vanguard Short-Term Bond Index ETF 529 Portfolio
Additions						
Investment Income (Expense)	\$ 328,136	\$ -	\$ 23,295	\$ 72,720	\$ 172,821	\$ 329,041
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	883,537	1,508,324	494,017	177,601	(329,351)	(254,828)
State Administrative Fees	(3,307)	(3,616)	(782)	(788)	(1,061)	(4,755)
12b-1 Fees	-	-	-	-	-	-
Other Operating Expenses	(344)	(167)	(54)	(108)	(90)	(1,112)
Management and Bank Custodial Fees	(17,333)	(18,886)	(4,090)	(4,132)	(5,518)	(24,917)
Net Investment Earnings (Loss)	1,190,689	1,712,206	512,386	245,293	(163,199)	43,429
Other Participant Transactions						
Program Contributions	3,171,575	2,576,169	781,311	1,136,277	556,909	7,634,412
Total Increase from Participant Transactions	3,171,575	2,576,169	781,311	1,136,277	556,909	7,634,412
Total Additions	4,362,264	4,288,375	1,293,697	1,381,570	393,710	7,677,841
Deductions						
Program Distributions	1,707,490	2,075,266	518,828	675,682	554,134	3,945,834
Total Deductions	1,707,490	2,075,266	518,828	675,682	554,134	3,945,834
Change in Net Position	2,654,774	2,213,109	774,869	705,888	(160,424)	3,732,007
Net Position, Beginning of Fiscal Year	10,888,025	12,529,750	2,618,626	2,450,743	4,112,350	16,331,626
Net Position, End of Fiscal Year	\$ 13,542,799	\$ 14,742,859	\$ 3,393,495	\$ 3,156,631	\$ 3,951,926	\$ 20,063,633

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College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
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	Vanguard Small-Cap Index ETF 529 Portfolio	Vanguard Small-Cap Growth Index ETF 529 Portfolio	Vanguard Small-Cap Value Index ETF 529 Portfolio	Vanguard Total Bond Market ETF 529 Portfolio	Fixed Income Fund	Fund 10
Additions						
Investment Income (Expense)	\$ 206,348	\$ 16,646	\$ 100,795	\$ 292,681	\$ 3,372,700	\$ 19,011,793
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	1,478,988	363,239	410,320	(368,564)	(1,354,043)	(2,175,558)
State Administrative Fees	(3,277)	(606)	(1,164)	(2,875)	(26,505)	(152,838)
12b-1 Fees	-	-	-	-	(280,150)	(1,509,337)
Other Operating Expenses	(163)	(32)	(76)	(462)	(203)	(993)
Management and Bank Custodial Fees	(17,109)	(3,168)	(6,090)	(15,007)	(138,044)	(797,284)
Net Investment Earnings (Loss)	1,664,787	376,079	503,785	(94,227)	1,573,755	14,375,783
Other Participant Transactions						
Program Contributions	2,380,028	555,115	1,032,048	2,167,619	43,939,130	303,872,629
Total Increase from Participant Transactions	2,380,028	555,115	1,032,048	2,167,619	43,939,130	303,872,629
Total Additions	4,044,815	931,194	1,535,833	2,073,392	45,512,885	318,248,412
Deductions						
Program Distributions	2,070,210	398,553	692,037	1,917,582	44,844,560	276,679,795
Total Deductions	2,070,210	398,553	692,037	1,917,582	44,844,560	276,679,795
Change in Net Position	1,974,605	532,641	843,796	155,810	668,325	41,568,617
Net Position, Beginning of Fiscal Year	11,236,300	2,036,101	3,839,636	10,692,136	102,170,427	576,131,487
Net Position, End of Fiscal Year	\$ 13,210,905	\$ 2,568,742	\$ 4,683,432	\$ 10,847,946	\$ 102,838,752	\$ 617,700,104

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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, 2023

	Fund 20	Fund 30	Fund 40	Fund 50	Fund 60	Fund 70
Additions						
Investment Income (Expense)	\$ 20,481,870	\$ 18,584,966	\$ 18,661,412	\$ 13,816,109	\$ 16,202,707	\$ 9,748,955
Investment Earnings						
Class Action Recovery	5,290,444	13,391,788	21,204,508	24,290,138	40,701,480	31,959,190
Net Change in Fair Value of Investments	(170,860)	(165,188)	(161,468)	(128,372)	(158,440)	(103,286)
State Administrative Fees	(1,761,030)	(1,769,154)	(1,774,696)	(1,439,740)	(1,774,814)	(1,141,508)
12b-1 Fees	(620)	(467)	(408)	(88)	(84)	(75)
Other Operating Expenses	(890,868)	(861,870)	(841,675)	(669,404)	(826,984)	(538,683)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	22,948,936	29,180,075	37,087,673	35,868,643	54,143,865	39,924,593
Other Participant Transactions						
Program Contributions	390,488,298	378,597,429	340,522,853	277,554,632	265,978,154	178,290,639
Total Increase from Participant Transactions	390,488,298	378,597,429	340,522,853	277,554,632	265,978,154	178,290,639
Total Additions	413,437,234	407,777,504	377,610,526	313,423,275	320,122,019	218,215,232
Deductions						
Program Distributions	388,598,518	366,795,315	358,972,297	291,558,457	272,236,766	196,516,134
Total Deductions	388,598,518	366,795,315	358,972,297	291,558,457	272,236,766	196,516,134
Change in Net Position	24,838,716	40,982,189	18,638,229	21,864,818	47,885,253	21,699,098
Net Position, Beginning of Fiscal Year	644,924,627	605,948,147	598,368,891	470,331,723	578,316,853	378,505,766
Net Position, End of Fiscal Year	\$ 669,763,343	\$ 646,930,336	\$ 617,007,120	\$ 492,196,541	\$ 626,202,106	\$ 400,204,864

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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, 2023**

	Fund 80	Fund 90	Fund 100	Bank Savings 529 Portfolio	Fidelity Short-Term Bond Index 529 Portfolio	iShares 0-5 Year TIPS Bond Index 529 Portfolio
Additions						
Investment Income (Expense)	\$ 11,494,928	\$ 3,377,372	\$ 10,299,258	\$ 1,253,150	\$ 59,651	\$ 305,170
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	51,659,859	20,018,491	77,514,288	-	(34,516)	(313,221)
Net Change in Fair Value of Investments	(136,024)	(45,362)	(156,485)	-	(1,076)	(1,865)
State Administrative Fees	(1,449,522)	(474,817)	(1,574,155)	-	(9,767)	(16,095)
12b-1 Fees	(78)	(50)	-	(1,211,427)	-	(178)
Other Operating Expenses	(710,264)	(237,215)	(817,062)	(41,621)	(5,734)	(9,671)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	60,858,899	22,638,419	85,265,844	102	8,558	(35,860)
Other Participant Transactions						
Program Contributions	164,169,134	82,236,363	89,166,517	49,191,955	5,356,890	2,432,440
Total Increase from Participant Transactions	164,169,134	82,236,363	89,166,517	49,191,955	5,356,890	2,432,440
Total Additions	225,028,033	104,874,782	174,432,361	49,192,057	5,365,448	2,396,580
Deductions						
Program Distributions	167,914,664	80,344,778	109,908,430	15,973,879	1,265,565	3,644,689
Total Deductions	167,914,664	80,344,778	109,908,430	15,973,879	1,265,565	3,644,689
Change in Net Position	57,113,369	24,530,004	64,523,931	33,218,178	4,099,883	(1,248,109)
Net Position, Beginning of Fiscal Year	487,167,322	160,418,756	565,151,349	16,228,300	2,393,181	7,625,532
Net Position, End of Fiscal Year	\$ 544,280,691	\$ 184,948,760	\$ 629,675,280	\$ 49,446,478	\$ 6,493,064	\$ 6,377,423

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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, 2023

	BlackRock High Yield Bond 529 Portfolio	CS Float Rate High Income 529 Portfolio	AB Global Bond 529 Portfolio	BlackRock Mid Cap Growth 529 Portfolio	BlackRock Emerging Markets 529 Portfolio	Virtus Duff & Phelps Global Infrastructure Fund Portfolio
Additions						
Investment Income (Expense)	\$ 77,138	\$ 152,405	\$ 599,645	\$ -	\$ 355,602	\$ 6,098
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	29,056	37,444	(616,142)	3,973,719	695,149	(7,167)
State Administrative Fees	(316)	(524)	(1,866)	(7,075)	(4,339)	(15)
12b-1 Fees	(3,225)	(4,128)	(16,716)	(77,993)	(41,932)	(120)
Other Operating Expenses	-	-	-	-	-	-
Management and Bank Custodial Fees	(1,663)	(2,738)	(9,704)	(36,931)	(22,687)	(80)
Net Investment Earnings (Loss)	100,990	182,459	(44,783)	3,851,720	981,793	(1,284)
Other Participant Transactions						
Program Contributions	879,347	1,014,809	1,353,257	5,378,592	3,840,411	137,604
Total Increase from Participant Transactions	879,347	1,014,809	1,353,257	5,378,592	3,840,411	137,604
Total Additions	980,337	1,197,268	1,308,474	9,230,312	4,822,204	136,320
Deductions						
Program Distributions	443,979	682,986	1,618,813	4,512,829	3,516,570	3,536
Total Deductions	443,979	682,986	1,618,813	4,512,829	3,516,570	3,536
Change in Net Position	536,358	514,282	(310,339)	4,717,483	1,305,634	132,784
Net Position, Beginning of Fiscal Year	969,371	1,764,332	7,220,834	24,714,831	15,892,691	-
Net Position, End of Fiscal Year	\$ 1,505,729	\$ 2,278,614	\$ 6,910,495	\$ 29,432,314	\$ 17,198,325	\$ 132,784

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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, 2023

	<u>Total</u>
Additions	
Investment Income (Expense)	\$ 191,915,575
Investment Earnings	-
Class Action Recovery	390,472,883
Net Change in Fair Value of Investments	(1,713,640)
State Administrative Fees	(17,724,375)
12b-1 Fees	(7,031,591)
Other Operating Expenses	(9,210,275)
Management and Bank Custodial Fees	<u>546,708,577</u>
Net Investment Earnings (Loss)	
Other Participant Transactions	
Program Contributions	<u>2,890,818,457</u>
Total Increase	<u>2,890,818,457</u>
from Participant Transactions	
Total Additions	<u>3,437,527,034</u>
Deductions	
Program Distributions	<u>2,874,902,315</u>
Total Deductions	<u>2,874,902,315</u>
Change in Net Position	562,624,719
Net Position, Beginning of Fiscal Year	<u>6,450,038,695</u>
Net Position, End of Fiscal Year	<u>\$ 7,012,663,414</u>

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Statements of Changes in Fiduciary Net Position by Portfolio
Bright Directions
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	American Beacon Garcia Hamilton Quality Bond 529 Portfolio	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
Additions						
Investment Income (Expense)	\$ 1,894	\$ 6,569,737	\$ 3,295,573	\$ -	\$ 2,941,893	\$ 1,205,445
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	(10,023)	(10,558,782)	(9,544,505)	219,206	(3,642,659)	(5,345,697)
Net Change in Fair Value of Investments	(27)	(8,216)	(8,370)	(679)	(6,823)	(6,126)
State Administrative Fees	(265)	(82,939)	(90,745)	(5,005)	(61,059)	(50,099)
12b-1 Fees	-	-	-	(1,077)	-	-
Other Operating Expenses	(128)	(38,342)	(39,062)	(3,169)	(31,843)	(28,590)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	(8,549)	(4,118,542)	(6,387,109)	209,276	(800,491)	(4,225,067)
Other Participant Transactions						
Program Contributions	183,394	5,790,828	6,037,963	1,063,748	7,773,660	5,626,256
Total Increase	183,394	5,790,828	6,037,963	1,063,748	7,773,660	5,626,256
from Participant Transactions						
Total Additions	174,845	1,672,286	(349,146)	1,273,024	6,973,169	1,401,189
Deductions						
Program Distributions	95,139	4,449,171	4,026,885	6,888,436	4,890,747	3,496,795
Total Deductions	95,139	4,449,171	4,026,885	6,888,436	4,890,747	3,496,795
Change in Net Position	79,706	(2,776,885)	(4,376,031)	(5,615,412)	2,082,422	(2,095,606)
Net Position, Beginning of Fiscal Year	51,402	26,532,001	27,172,452	5,615,412	20,367,136	19,535,129
Net Position, End of Fiscal Year	\$ 131,108	\$ 23,755,116	\$ 22,796,421	\$ -	\$ 22,449,558	\$ 17,439,523

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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, 2022**

	Baird Short-Term Bond Institutional 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)	\$ 794,965	\$ 1,337,560	\$ 1,136,083	\$ -	\$ 1,656,354	\$ 734,057
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	(3,282,246)	(2,382,468)	(4,421,189)	(1,701,161)	(6,026,211)	(3,179,822)
State Administrative Fees	(15,141)	(4,817)	(9,984)	(2,138)	(7,882)	(3,468)
12b-1 Fees	(116,818)	(42,497)	(100,651)	(19,588)	(71,816)	(24,432)
Other Operating Expenses	-	-	-	(1,983)	-	-
Management and Bank Custodial Fees	(70,656)	(22,482)	(46,589)	(9,978)	(36,780)	(16,190)
	<u>(2,689,896)</u>	<u>(1,114,704)</u>	<u>(3,442,330)</u>	<u>(1,734,848)</u>	<u>(4,486,335)</u>	<u>(2,489,855)</u>
Net Investment Earnings (Loss)						
Other Participant Transactions						
Program Contributions	51,094,425	7,874,994	5,528,830	1,890,159	4,849,196	2,283,213
Total Increase from Participant Transactions	51,094,425	7,874,994	5,528,830	1,890,159	4,849,196	2,283,213
Total Additions	48,404,529	6,760,290	2,086,500	155,311	362,861	(206,642)
Deductions						
Program Distributions	16,487,309	3,996,542	4,024,040	19,490,706	3,233,593	1,277,566
Total Deductions	16,487,309	3,996,542	4,024,040	19,490,706	3,233,593	1,277,566
Change in Net Position	31,917,220	2,763,748	(1,937,540)	(19,335,395)	(2,870,732)	(1,484,208)
Net Position, Beginning of Fiscal Year	29,389,585	13,968,656	31,503,559	19,335,395	26,400,244	11,573,982
Net Position, End of Fiscal Year	\$ 61,306,805	\$ 16,732,404	\$ 29,566,019	\$ -	\$ 23,529,512	\$ 10,089,774

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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, 2022**

	DFA Real Estate Securities 529 Portfolio	Dodge & Cox International Stock 529 Portfolio	Fidelity US Bond Index 529 Portfolio	Harbor Small Cap Growth Opportunities 529 Portfolio	Invesco Government & Agency 529 Portfolio	Invesco Oppenheimer International Growth 529 Portfolio
Additions						
Investment Income (Expense)	\$ 316,301	\$ 1,096,911	\$ 582,115	\$ 3,949,422	\$ 325,332	\$ 4,563,326
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	(1,122,696)	(6,350,186)	(3,417,937)	(8,424,007)	-	(14,551,850)
Net Change in Fair Value of Investments	(3,817)	(13,553)	(7,875)	(5,016)	-	(10,103)
State Administrative Fees	(36,045)	(123,574)	(57,863)	(46,076)	-	(94,603)
12b-1 Fees	-	-	-	-	(278,224)	-
Other Operating Expenses	(17,811)	(63,245)	(36,752)	(23,405)	(46,961)	(47,146)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	(864,068)	(5,453,647)	(2,938,312)	(4,549,082)	147	(10,140,376)
Other Participant Transactions						
Program Contributions	3,014,812	9,347,707	7,738,368	2,592,749	79,600,003	6,034,547
Total Increase from Participant Transactions	3,014,812	9,347,707	7,738,368	2,592,749	79,600,003	6,034,547
Total Additions	2,150,744	3,894,060	4,800,056	(1,956,333)	79,600,150	(4,105,829)
Deductions						
Program Distributions	2,049,617	5,065,921	6,809,944	2,650,038	89,586,797	5,010,294
Total Deductions	2,049,617	5,065,921	6,809,944	2,650,038	89,586,797	5,010,294
Change in Net Position	101,127	(1,171,861)	(2,009,888)	(4,606,371)	(9,986,647)	(9,116,123)
Net Position, Beginning of Fiscal Year	11,741,547	44,494,596	27,031,364	17,977,109	182,027,722	35,540,433
Net Position, End of Fiscal Year	\$ 11,842,674	\$ 43,322,735	\$ 25,021,476	\$ 13,370,738	\$ 172,041,075	\$ 26,424,310

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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, 2022**

	MainStay MackKay Total Return Bond	MFS Value	Northern Funds International Equity Index	Northern Funds Small Cap Index	Northern Funds Small Cap Value	Northern Funds Stock Index
	529 Portfolio	529 Portfolio	529 Portfolio	529 Portfolio	529 Portfolio	529 Portfolio
Additions						
Investment Income (Expense)	\$ 392,515	\$ 2,094,143	\$ 519,459	\$ 2,059,150	\$ -	\$ -
Class Action Recovery	(447,167)	-	-	-	-	-
Net Change in Fair Value of Investments	(5,414)	(5,232,071)	(3,458,128)	(6,986,952)	(1,651,982)	(11,496,046)
State Administrative Fees	(51,512)	(17,571)	(4,794)	(5,336)	(3,898)	(30,319)
12b-1 Fees	715	(160,667)	(43,641)	(51,706)	(31,724)	(289,060)
Other Operating Expenses	(25,266)	(81,997)	-	-	-	-
Management and Bank Custodial Fees	(136,129)	(3,398,163)	(22,374)	(24,903)	(18,190)	(141,487)
Net Investment Earnings (Loss)	(4,092,744)	(3,398,163)	(3,009,478)	(5,009,747)	(1,705,794)	(11,956,912)
Other Participant Transactions	4,092,744	12,081,479	3,738,111	3,406,428	3,587,882	27,267,779
Program Contributions	4,092,744	12,081,479	3,738,111	3,406,428	3,587,882	27,267,779
Total Increase	3,956,615	8,683,316	728,633	(1,603,319)	1,882,088	15,310,867
Total Additions	50,484,245	8,028,486	2,494,356	2,865,217	1,696,710	14,236,485
Deductions						
Program Distributions	50,484,245	8,028,486	2,494,356	2,865,217	1,696,710	14,236,485
Total Deductions	(46,527,630)	654,830	(1,765,723)	(4,468,536)	185,378	1,074,382
Change in Net Position	46,527,630	55,379,411	15,910,855	19,110,295	12,117,989	92,894,431
Net Position, Beginning of Fiscal Year	-	56,034,241	14,145,132	14,641,759	12,303,367	93,968,813
Net Position, End of Fiscal Year	\$ -	\$ 56,034,241	\$ 14,145,132	\$ 14,641,759	\$ 12,303,367	\$ 93,968,813

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**College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
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	PGIM Core Bond 529 Portfolio	PIMCO Short-Term 529 Portfolio	Principal Global Real Estate Securities 529 Portfolio	SIT Dividend Growth 529 Portfolio	T.Rowe Price Balanced 529 Portfolio	T.Rowe Price Equity Income 529 Portfolio
Additions						
Investment Income (Expense)	\$ 635,794	\$ 83,794	\$ 140,889	\$ 2,585,475	\$ 8,733,028	\$ 4,776,397
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	(5,842,594)	(154,288)	(986,638)	(4,185,056)	(22,151,629)	(6,739,960)
State Administrative Fees	(8,303)	(4,381)	(1,630)	(6,516)	(27,873)	(16,917)
12b-1 Fees	(80,258)	(33,681)	(14,848)	(57,463)	(298,119)	(160,243)
Other Operating Expenses	-	(5,199)	-	-	-	-
Management and Bank Custodial Fees	(38,745)	(20,442)	(7,605)	(30,408)	(130,074)	(78,945)
Net Investment Earnings (Loss)	(5,334,106)	(134,197)	(869,832)	(1,693,968)	(13,874,667)	(2,219,668)
Other Participant Transactions						
Program Contributions	52,885,913	5,331,461	1,317,559	4,326,403	21,610,789	14,260,004
Total Increase from Participant Transactions	52,885,913	5,331,461	1,317,559	4,326,403	21,610,789	14,260,004
Total Additions	47,551,807	5,197,264	447,727	2,632,435	7,736,122	12,040,336
Deductions						
Program Distributions	8,459,011	42,657,142	853,934	3,340,778	17,542,078	7,979,370
Total Deductions	8,459,011	42,657,142	853,934	3,340,778	17,542,078	7,979,370
Change in Net Position	39,092,796	(37,459,878)	(406,207)	(708,343)	(9,805,956)	4,060,966
Net Position, Beginning of Fiscal Year	1,433,856	37,459,878	5,242,263	20,768,995	91,949,760	53,054,706
Net Position, End of Fiscal Year	\$ 40,526,652	\$ -	\$ 4,836,056	\$ 20,060,652	\$ 82,143,804	\$ 57,115,672

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
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	T.Rowe Price Extended Equity Market Index 529 Portfolio	T.Rowe Price Large Cap Growth 529 Portfolio	Templeton International Bond 529 Portfolio	Vanguard FTSE Developed Markets Index ETF 529 Portfolio	Vanguard FTSE Emerging Markets Stock Index ETF 529 Portfolio	Vanguard Global Ex-U.S. Real Estate Index ETF 529 Portfolio
Additions						
Investment Income (Expense)	\$ 4,535,228	\$ -	\$ 120,401	\$ 474,971	\$ 256,893	\$ 68,535
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	(15,139,729)	(50,231,062)	(315,598)	(3,383,508)	(2,353,142)	(289,931)
State Administrative Fees	(9,954)	(48,132)	(943)	(4,406)	(2,687)	(326)
12b-1 Fees	(98,822)	(463,901)	(7,666)	-	-	-
Other Operating Expenses	-	-	(732)	(768)	(431)	(53)
Management and Bank Custodial Fees	(46,450)	(224,614)	(4,398)	(20,561)	(12,541)	(1,519)
Net Investment Earnings (Loss)	(10,759,727)	(50,967,709)	(208,936)	(2,934,272)	(2,111,908)	(223,294)
Other Participant Transactions						
Program Contributions	6,358,598	30,917,386	694,771	3,895,986	1,824,235	203,264
Total Increase from Participant Transactions	6,358,598	30,917,386	694,771	3,895,986	1,824,235	203,264
Total Additions	(4,401,129)	(20,050,323)	485,835	961,714	(287,673)	(20,030)
Deductions						
Program Distributions	7,446,140	25,993,885	8,598,598	2,054,786	1,429,840	157,608
Total Deductions	7,446,140	25,993,885	8,598,598	2,054,786	1,429,840	157,608
Change in Net Position	(11,847,269)	(46,044,208)	(8,112,763)	(1,093,072)	(1,717,513)	(177,638)
Net Position, Beginning of Fiscal Year	37,069,762	169,151,653	8,112,763	14,402,147	9,743,063	1,105,380
Net Position, End of Fiscal Year	\$ 25,222,493	\$ 123,107,445	\$ -	\$ 13,309,075	\$ 8,025,550	\$ 927,742

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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, 2022**

	Vanguard Mega Cap Index ETF 529 Portfolio	Vanguard Mega Cap Growth Index ETF 529 Portfolio	Vanguard Mega Cap Value Index ETF 529 Portfolio	Vanguard Mid-Cap Index ETF 529 Portfolio	Vanguard Mid-Cap Growth Index ETF 529 Portfolio	Vanguard Mid-Cap Value Index ETF 529 Portfolio
Additions						
Investment Income (Expense)	\$ 473,537	\$ 59,936	\$ 252,711	\$ 171,429	\$ 16,623	\$ 46,164
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	(5,135,689)	(2,930,035)	(487,062)	(2,585,715)	(947,426)	(222,650)
State Administrative Fees	(10,618)	(3,872)	(3,168)	(4,165)	(1,006)	(735)
12b-1 Fees	-	-	-	-	-	-
Other Operating Expenses	(533)	(123)	(335)	(145)	(43)	(52)
Management and Bank Custodial Fees	(49,552)	(18,071)	(14,782)	(19,435)	(4,692)	(3,430)
Net Investment Earnings (Loss)	(4,722,855)	(2,892,165)	(252,636)	(2,438,031)	(936,544)	(180,703)
Other Participant Transactions						
Program Contributions	9,455,161	2,427,058	3,039,353	3,534,622	686,207	656,611
Total Increase from Participant Transactions	9,455,161	2,427,058	3,039,353	3,534,622	686,207	656,611
Total Additions	4,732,306	(465,107)	2,786,717	1,096,591	(250,337)	475,908
Deductions						
Program Distributions	5,424,724	1,076,990	1,118,269	1,680,601	479,269	285,771
Total Deductions	5,424,724	1,076,990	1,118,269	1,680,601	479,269	285,771
Change in Net Position	(692,418)	(1,542,097)	1,668,448	(584,010)	(729,606)	190,137
Net Position, Beginning of Fiscal Year	32,891,906	12,213,890	9,219,577	13,113,760	3,348,232	2,260,606
Net Position, End of Fiscal Year	\$ 32,199,488	\$ 10,671,793	\$ 10,888,025	\$ 12,529,750	\$ 2,618,626	\$ 2,450,743

(Continued)

State of Illinois
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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, 2022**

	Vanguard Real Estate Index ETF 529 Portfolio	Vanguard Short-Term Bond Index ETF 529 Portfolio	Vanguard Small-Cap Index ETF 529 Portfolio	Vanguard Small-Cap Growth Index ETF 529 Portfolio	Vanguard Small-Cap Value Index ETF 529 Portfolio	Vanguard Total Bond Market ETF 529 Portfolio
Additions						
Investment Income (Expense)	\$ 122,761	\$ 214,805	\$ 168,370	\$ 7,760	\$ 73,161	\$ 249,444
Investment Earnings	-	-	-	-	-	-
Class Action Recovery	(486,752)	(1,051,623)	(3,052,257)	(934,250)	(616,885)	(1,454,858)
Net Change in Fair Value of Investments	(1,354)	(4,610)	(3,786)	(782)	(1,158)	(3,404)
State Administrative Fees	-	-	-	-	-	-
12b-1 Fees	(98)	(936)	(125)	(38)	(91)	(497)
Other Operating Expenses	(6,316)	(21,514)	(17,666)	(3,648)	(5,405)	(15,883)
Management and Bank Custodial Fees						
Net Investment Earnings (Loss)	(371,759)	(863,878)	(2,905,464)	(930,958)	(550,378)	(1,225,198)
Other Participant Transactions						
Program Contributions	828,932	5,895,463	2,922,195	719,106	1,284,391	3,442,069
Total Increase from Participant Transactions	828,932	5,895,463	2,922,195	719,106	1,284,391	3,442,069
Total Additions	457,173	5,031,585	16,731	(211,852)	734,013	2,216,871
Deductions						
Program Distributions	613,613	3,604,789	1,305,980	570,319	548,589	3,235,480
Total Deductions	613,613	3,604,789	1,305,980	570,319	548,589	3,235,480
Change in Net Position	(156,440)	1,426,796	(1,289,249)	(782,171)	185,424	(1,018,609)
Net Position, Beginning of Fiscal Year	4,268,790	14,904,830	12,525,549	2,818,272	3,654,212	11,710,745
Net Position, End of Fiscal Year	\$ 4,112,350	\$ 16,331,626	\$ 11,236,300	\$ 2,036,101	\$ 3,839,636	\$ 10,692,136

(Continued)

State of Illinois
Office of the Treasurer

**College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2022**

	William Blair Mid Cap Growth 529 Portfolio	Fixed Income Fund	Fund 10	Fund 20	Fund 30	Fund 40
Additions						
Investment Income (Expense)	\$	1,213,939	\$ 10,257,188	\$ 14,195,650	\$ 16,294,693	\$ 17,751,789
Class Action Recovery	-	-	5,854	19,466	24,870	40,936
Net Change in Fair Value of Investments	2,241,356	(3,220,534)	(42,092,885)	(68,672,871)	(82,600,860)	(93,751,062)
State Administrative Fees	(4,263)	(30,446)	(168,729)	(199,957)	(196,599)	(198,237)
12b-1 Fees	(42,709)	(296,391)	(1,515,615)	(1,852,477)	(1,848,454)	(1,946,437)
Other Operating Expenses	(1,876)	-	-	-	-	-
Management and Bank Custodial Fees	(19,895)	(142,079)	(787,401)	(933,131)	(917,459)	(925,104)
Net Investment Earnings (Loss)	<u>2,172,613</u>	<u>(2,475,511)</u>	<u>(34,301,588)</u>	<u>(57,443,320)</u>	<u>(69,243,809)</u>	<u>(79,028,115)</u>
Other Participant Transactions						
Program Contributions	2,427,353	46,598,504	311,098,262	415,877,312	407,817,869	388,008,527
Total Increase from Participant Transactions	<u>2,427,353</u>	<u>46,598,504</u>	<u>311,098,262</u>	<u>415,877,312</u>	<u>407,817,869</u>	<u>388,008,527</u>
Total Additions	4,599,966	44,122,993	276,796,674	358,433,992	338,574,060	308,980,412
Deductions						
Program Distributions	39,835,551	45,869,979	262,566,608	398,323,478	387,560,808	383,165,780
Total Deductions	39,835,551	45,869,979	262,566,608	398,323,478	387,560,808	383,165,780
Change in Net Position	(35,235,585)	(1,746,986)	14,230,066	(39,889,486)	(48,986,748)	(74,185,368)
Net Position, Beginning of Fiscal Year	35,235,585	103,917,413	561,901,421	684,814,113	654,934,895	672,554,259
Net Position, End of Fiscal Year	<u>\$ -</u>	<u>\$ 102,170,427</u>	<u>\$ 576,131,487</u>	<u>\$ 644,924,627</u>	<u>\$ 605,948,147</u>	<u>\$ 598,368,891</u>

(Continued)

State of Illinois
Office of the Treasurer
College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2022

	Fund 50	Fund 60	Fund 70	Fund 80	Fund 90	Fund 100
Additions						
Investment Income (Expense)	\$ 14,658,108	\$ 18,261,085	\$ 13,029,230	\$ 16,469,706	\$ 5,681,134	\$ 20,487,932
Class Action Recovery	35,102	46,264	38,399	24,509	8,297	171,009
Net Change in Fair Value of Investments	(83,837,021)	(112,128,871)	(80,202,547)	(109,605,752)	(38,659,497)	(142,927,672)
State Administrative Fees	(159,985)	(198,702)	(133,361)	(170,322)	(56,435)	(203,699)
12b-1 Fees	(1,613,890)	(2,022,038)	(1,337,466)	(1,631,569)	(517,034)	(1,802,168)
Other Operating Expenses	-	-	-	-	-	-
Management and Bank Custodial Fees	(746,595)	(927,274)	(622,351)	(794,836)	(263,364)	(950,593)
Net Investment Earnings (Loss)	(71,664,281)	(96,969,536)	(69,228,096)	(95,708,264)	(33,806,899)	(125,225,191)
Other Participant Transactions						
Program Contributions	319,286,788	310,433,495	211,316,911	197,874,051	95,336,071	108,870,529
Total Increase from Participant Transactions	319,286,788	310,433,495	211,316,911	197,874,051	95,336,071	108,870,529
Total Additions	247,622,507	213,463,959	142,088,815	102,165,787	61,529,172	(16,354,662)
Deductions						
Program Distributions	332,745,497	315,622,072	227,021,868	190,479,051	90,815,980	130,348,419
Total Deductions	332,745,497	315,622,072	227,021,868	190,479,051	90,815,980	130,348,419
Change in Net Position	(85,122,990)	(102,158,113)	(84,933,053)	(88,313,264)	(29,286,808)	(146,703,081)
Net Position, Beginning of Fiscal Year	555,454,713	680,474,966	463,438,819	575,480,586	189,705,564	711,854,430
Net Position, End of Fiscal Year	\$ 470,331,723	\$ 578,316,853	\$ 378,505,766	\$ 487,167,322	\$ 160,418,756	\$ 565,151,349

(Continued)

State of Illinois
Office of the Treasurer

**College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2022**

	Bank Savings 529 Portfolio	Fidelity Short-Term Bond Index 529 Portfolio	iShares 0-5 Year TIPS Bond Index 529 Portfolio	BlackRock High Yield Bond 529 Portfolio	CS Float Rate High Income 529 Portfolio	AB Global Bond 529 Portfolio
Additions						
Investment Income (Expense)	\$ 28,870	\$ 6,921	\$ 252,007	\$ 20,083	\$ 24,021	\$ 285,416
Class Action Recovery	-	-	-	-	-	-
Net Change in Fair Value of Investments	-	(63,474)	(394,285)	(132,228)	(99,050)	(1,108,268)
State Administrative Fees	-	(240)	(1,310)	(113)	(178)	(1,421)
12b-1 Fees	-	(2,064)	(10,066)	(1,091)	(1,357)	(11,489)
Other Operating Expenses	(23,016)	-	-	-	-	-
Management and Bank Custodial Fees	(5,966)	(1,121)	(6,115)	(529)	(827)	(6,632)
Net Investment Earnings (Loss)	(112)	(59,978)	(159,769)	(113,878)	(77,391)	(842,394)
Other Participant Transactions						
Program Contributions	18,068,983	2,538,050	8,984,038	1,189,217	1,920,320	9,044,092
Total Increase from Participant Transactions	18,068,983	2,538,050	8,984,038	1,189,217	1,920,320	9,044,092
Total Additions	18,068,871	2,478,072	8,824,269	1,075,339	1,842,929	8,201,698
Deductions						
Program Distributions	1,840,571	84,891	1,198,737	105,968	78,597	980,864
Total Deductions	1,840,571	84,891	1,198,737	105,968	78,597	980,864
Change in Net Position	16,228,300	2,393,181	7,625,532	969,371	1,764,332	7,220,834
Net Position, Beginning of Fiscal Year	-	-	-	-	-	-
Net Position, End of Fiscal Year	\$ 16,228,300	\$ 2,393,181	\$ 7,625,532	\$ 969,371	\$ 1,764,332	\$ 7,220,834

(Continued)

State of Illinois
Office of the Treasurer

**College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2022**

	BlackRock Mid-Cap Growth Equity 529 Portfolio	BlackRock Emerging Markets 529 Portfolio	Total
Additions			
Investment Income (Expense)	\$ 522,644	\$ 237,881	\$ 209,518,638
Investment Earnings	-	-	414,706
Class Action Recovery	(16,040,202)	(5,474,011)	(1,123,462,650)
Net Change in Fair Value of Investments	(5,600)	(3,210)	(2,084,900)
State Administrative Fees	(56,366)	(28,441)	(19,404,508)
12b-1 Fees	-	-	(315,660)
Other Operating Expenses	(26,133)	(14,978)	(9,782,425)
Management and Bank Custodial Fees	(15,605,657)	(5,282,759)	(945,116,799)
Net Investment Earnings (Loss)	43,151,950	22,478,169	3,363,337,303
Other Participant Transactions	43,151,950	22,478,169	3,363,337,303
Program Contributions	27,546,293	17,195,410	2,418,220,504
Total Increase from Participant Transactions	2,831,462	1,302,719	3,222,571,503
Total Additions	2,831,462	1,302,719	3,222,571,503
Deductions			
Program Distributions	24,714,831	15,892,691	(804,350,999)
Total Deductions	-	-	7,254,389,694
Change in Net Position	-	-	-
Net Position, Beginning of Fiscal Year	\$ 24,714,831	\$ 15,892,691	\$ 6,450,038,695
Net Position, End of Fiscal Year	-	-	-

OTHER INFORMATION

State of Illinois
Office of the Treasurer

College Savings Program
Key Performance Measures
June 30, 2023 and 2022
(Unaudited)

	<u>Illinois</u>		<u>Out of State</u>		<u>Total</u>	
	2023	2022	2023	2022	2023	2022
Bright Start						
Number of Participant Accounts	259,905	250,289	52,963	49,713	312,868	300,002
Market Value	\$8,441,483,339	\$ 7,385,973,957	\$1,819,136,104	\$1,531,982,766	\$10,260,619,443	\$8,917,956,723
	<u>Illinois</u>		<u>Out of State</u>		<u>Total</u>	
	2023	2022	2023	2022	2023	2022

Bright Directions

Number of Participant Accounts	193,435	191,210	47,868	46,474	241,303	237,684
Market Value	\$4,696,606,118	\$4,299,212,521	\$2,316,403,007	\$2,150,963,932	\$7,013,009,125	\$6,450,176,453

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 beneficiary.

**College Savings Program
Investment Policy Statement
Bright Start
(Effective November 2022)
(Unaudited)**

**State of Illinois
Office of the Treasurer
College Savings Program
Bright Start
(Effective November 2022)
(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 Office of 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;
- Describing the Treasurer’s objective to include sustainability factors within the investment decision process; 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. 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 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 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, Age-Based, Target, or Individual, (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.

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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; and
- 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.

Section 30 of the State Treasurer Act (15 ILCS 505/30) declares that it is the policy of the Treasurer to promote and encourage the use of businesses owned by or under the control of qualified veterans of the armed forces of the United States, qualified service-disabled veterans, minority persons, women, or persons with a disability ("MWVD Persons") and sets forth the aspirational goal of directing 25% of the total dollar amount of funds under management, purchases of investment securities, and other contracts to businesses owned by or under the control of MWVD Persons. As such, 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 MWVD Persons.

Pursuant to the Illinois Sustainable Investing Act (30 ILCS 238/1 et seq.), the Treasurer shall prudently integrate sustainability factors into its investment decision-making, investment analysis, portfolio construction, risk management, due diligence and investment ownership in order to maximize anticipated financial returns, minimize projected risk, and more effectively execute its fiduciary duty. Sustainability analysis adds an additional layer of rigor to the fundamental analytical approach and can be used to evaluate past performance and to plan future decision-making. As a complement to traditional financial analysis, an accounting of sustainability factors provides a more complete view of risks and value prospects that may materially impact an investment fund or portfolio company's long-term value. As such, consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will prudently exercise investment stewardship and integrate sustainability factors within such a framework predicated on the following:

- A. **Materiality** – The Treasurer considers whether and to what extent a sustainability risk or opportunity exists that is reasonably likely to have a material impact on the financial condition or operating performance of a company, investment fund, or other investment vehicle.
- B. **Industry-Specific Information** – The Treasurer considers whether and to what extent the financially material sustainability risk or opportunity in question is relevant and applicable to individual industries.
- C. **Integration of Material Sustainability Factors** – The Treasurer prudently integrates material and relevant sustainability factors, including, but not limited to (1) corporate governance and leadership factors, (2) environmental factors, (3) social capital factors, (4) human capital factors, and (5) business model and innovation factors, as components of portfolio construction, investment

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decision-making, investment analysis and due diligence, prospective value proposition, risk management, and investment ownership, given that these tangible and intangible factors may have material financial impacts;

- D. **Active Ownership** – The Treasurer attentively oversees investment holdings to address sustainability risks and opportunities through the exercise of proxy voting rights and direct engagement with entities, such as investment funds, portfolio companies, government bodies, and other organizations.
- E. **Regular Evaluation of Sustainability Factors** – The Treasurer performs a recurring annual evaluation, at a minimum, of sustainability factors to ensure the factors are relevant to the evolving marketplace.
- F. **Additional Relevant and Financially Material Factors** – The Treasurer considers other relevant factors such as legal, regulatory, and reputational risks that contribute to an optimal risk management framework and are necessary to protect and create long- term investment value.

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 that 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.

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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 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

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(Unaudited)**

Direct Plan: Index Age-Based and Target Portfolios

Age-Based Portfolios		Age of Beneficiary										
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		Equity Portfolio				Balanced Portfolio						Fixed Income
Asset Class	Benchmark											
Domestic Equity	CRSP U.S. Total Market Index	57.0%	52.0%	48.0%	42.0%	36.0%	30.0%	25.0%	20.0%	13.0%	7.0%	0.0%
Real Estate	MSCI US REIT Index	7.0%	6.0%	5.0%	5.0%	4.0%	4.0%	3.0%	2.0%	2.0%	1.0%	0.0%
International Equity	FTSE Global All Cap ex US Index	36.0%	32.0%	27.0%	23.0%	20.0%	16.0%	12.0%	8.0%	5.0%	2.0%	0.0%
Domestic Fixed Income	BofA/Merrill Lynch – High Yield Master II Index	0.0%	1.0%	3.0%	5.0%	6.0%	7.0%	7.0%	5.0%	5.0%	3.0%	0.0%
	Bloomberg Barclays U.S. 1-5 Year Government / Credit Float Adjusted Index	0.0%	0.0%	0.0%	0.0%	6.0%	11.0%	14.0%	22.0%	25.0%	22.0%	20.0%
	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	0.0%	5.0%	12.0%	18.0%	20.0%	23.0%	24.0%	27.0%	25.0%	25.0%	15.0%
	Bloomberg Barclays U.S. 0-5 Year TIPS Index	0.0%	3.0%	3.0%	4.0%	4.0%	4.0%	9.0%	11.0%	12.0%	14.0%	15.0%
Foreign Bonds	Bloomberg Barclays Global Aggregate ex- USD Float Adjusted RIC Capped Index (USD Hedged)	0.0%	0.5%	1.0%	2.0%	2.5%	3.0%	3.5%	3.0%	3.0%	2.0%	0.0%
	Bloomberg USD Emerging Markets Government RIC Capped Index	0.0%	0.5%	1.0%	1.0%	1.5%	2.0%	2.5%	2.0%	2.0%	1.0%	0.0%
High Yield Savings	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	8.0%	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												
Conservative Option												
Target Portfolios		Equity Portfolio				Balanced Portfolio						Fixed Income
Asset Class	Benchmark											
Domestic Equity	Russell 1000 Value	11.5%	10.5%	10.0%	8.5%	7.5%	6.0%	5.0%	4.0%	3.0%	2.5%	0.0%
	S & P 500 Index	23.0%	21.0%	19.0%	17.0%	14.0%	12.0%	10.0%	8.0%	5.0%	2.0%	0.0%
	Russell 1000 Growth	11.5%	10.5%	10.0%	8.5%	7.5%	6.0%	5.0%	4.0%	3.0%	1.5%	0.0%
	Russell 2500 Value	5.5%	5.0%	4.5%	4.0%	3.5%	3.0%	2.5%	2.0%	1.0%	0.0%	0.0%
	Russell 2500 Growth	5.5%	5.0%	4.5%	4.0%	3.5%	3.0%	2.5%	2.0%	1.0%	1.0%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Developed Real Estate Index	7.0%	6.0%	5.0%	5.0%	4.0%	4.0%	3.0%	2.0%	2.0%	1.0%	0.0%
International Equity	MSCI ACWI ex-U.S. Index	26.0%	23.5%	20.0%	17.0%	14.5%	12.0%	9.5%	6.0%	5.0%	2.0%	0.0%
	MSCI World ex-U.S. Small Cap Index	3.0%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	0.0%	0.0%	0.0%
	MSCI Emerging Markets Index	7.0%	6.0%	5.0%	4.0%	4.0%	2.5%	1.5%	1.0%	0.0%	0.0%	0.0%
Domestic Fixed Income	Bloomberg U.S. Corporate High Yield 2% Issuer Capped Index	0.0%	1.0%	2.0%	3.0%	3.5%	4.0%	4.0%	3.0%	3.0%	2.0%	0.0%
	Bloomberg Barclays 1-3 Year U.S. Government / Credit Bond Index	0.0%	0.0%	0.0%	0.0%	6.0%	11.0%	14.0%	22.0%	25.0%	22.0%	20.0%
	Bloomberg Barclays U.S. Aggregate Bond Index	0.0%	5.0%	12.0%	18.0%	20.0%	23.0%	24.0%	27.0%	25.0%	25.0%	15.0%
	Bloomberg Barclays U.S. 0-5 Year TIPS Index	0.0%	3.0%	3.0%	4.0%	4.0%	4.0%	9.0%	11.0%	12.0%	14.0%	15.0%
	Credit Suisse Leveraged Loan Index	0.0%	0.0%	1.0%	2.0%	2.5%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%
Global Bonds	Bloomberg Barclays Global Aggregate Index (Hedged)	0.0%	1.0%	2.0%	3.0%	4.0%	5.0%	6.0%	5.0%	5.0%	3.0%	0.0%
High Yield Savings	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	8.0%	23.0%	50.0%

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

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Individual Fund Portfolios:

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
High Yield Savings	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
Short Term U.S. TIPS	Bloomberg Barclays U.S. 0–5 Year TIPS Index
Foreign Bonds	Bloomberg Global Aggregate ex USD Float Adjusted RIC Capped Index
All Cap US Equity	CRSP U.S. Total Market 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, Russell 2000 Value
Small-Cap Growth	Russell 2500 Growth
All-Country Non-US	FTSE Global All Cap ex US Index
Non-U.S. Small Cap	MSCI World ex-U.S. Small Cap Index
Real Estate	MSCI US IMI Real Estate 25/50 Index

8.0 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. The woman- and minority-owned underlying investment funds utilized in the program shall be screened on the following initial criteria: (1) firms with at least 50% woman and/or racial minority ownership or (2) funds that have a woman and/or racial minority investment manager that makes the portfolio management decisions (*i.e.*, a minority- owned subadvisor), and (3) funds that deliver above median returns over a 3-year and/or 5-year time period. The woman- and minority-owned options provided in the program shall 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 woman- 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.

**College Savings Program
Investment Policy Statement
Bright Start
(Effective November 2021)
(Unaudited)**

**State of Illinois
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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 Office of 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;
- Describing the Treasurer’s objective to include sustainability factors within the investment decision process; 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. 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 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 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, Age-Based, Target, or Individual, (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

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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; and
- 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.

Section 30 of the State Treasurer Act (15 ILCS 505/30) declares that it is the policy of the Treasurer to promote and encourage the use of businesses owned by or under the control of qualified veterans of the armed forces of the United States, qualified service-disabled veterans, minority persons, women, or persons with a disability ("MWVD Persons") and sets forth the aspirational goal of directing 25% of the total dollar amount of funds under management, purchases of investment securities, and other contracts to businesses owned by or under the control of MWVD Persons. As such, 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 MWVD Persons.

Pursuant to the Illinois Sustainable Investing Act (30 ILCS 238/1 et seq.), the Treasurer shall prudently integrate sustainability factors into its investment decision-making, investment analysis, portfolio construction, risk management, due diligence, and investment ownership in order to maximize anticipated financial returns, minimize projected risk, and more effectively execute its fiduciary duty. As such, consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will prudently exercise investment stewardship and integrate sustainability factors within such a framework predicated on the following:

- A. **Integration of Material Sustainability Factors** – Prudent integration of material sustainability factors, including, but not limited to (1) corporate governance and leadership factors, (2) environmental factors, (3) social capital factors, (4) human capital factors, and (5) business model and innovation factors, as components of portfolio construction, investment decision-making, investment analysis and due diligence, prospective value proposition, risk management, and investment ownership, given that these tangible and intangible factors may have material and relevant financial impacts;
- B. **Regular Evaluation of Sustainability Factors** – Recurring evaluation of sustainability factors to ensure the factors are relevant and decision-useful to the Program and the evolving marketplace;
- C. **Active Ownership** – Attentive oversight of investment holdings to encourage the advancement of sustainability accounting and disclosure through the exercise of proxy voting rights and engagement with entities – such as investment funds, investment holdings, portfolio companies, government

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bodies, and other organizations – and move the marketplace toward more prudent, sustainable business practices; and

- D. **Additional Relevant and Financially Material Factors** – Consideration of other relevant factors such as legal, regulatory, and reputational risks that enable an optimal risk management framework and supports long-term investment value.

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 that 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

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- 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 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										
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		Equity Portfolio				Balanced Portfolio						Fixed Income
Asset Class	Benchmark											
Domestic Equity	CRSP U.S. Total Market Index	57.0%	52.0%	48.0%	42.0%	36.0%	30.0%	25.0%	20.0%	13.0%	7.0%	0.0%
Real Estate	MSCI US REIT Index	7.0%	6.0%	5.0%	5.0%	4.0%	4.0%	3.0%	2.0%	2.0%	1.0%	0.0%
International Equity	FTSE Global All Cap ex US Index	36.0%	32.0%	27.0%	23.0%	20.0%	16.0%	12.0%	8.0%	5.0%	2.0%	0.0%
Domestic Fixed Income	BofA/Merrill Lynch – High Yield Master II Index	0.0%	1.0%	3.0%	5.0%	6.0%	7.0%	7.0%	5.0%	5.0%	3.0%	0.0%
	Bloomberg Barclays U.S. 1-5 Year Government / Credit Float Adjusted Index	0.0%	0.0%	0.0%	0.0%	6.0%	11.0%	14.0%	22.0%	25.0%	22.0%	20.0%
	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	0.0%	5.0%	12.0%	18.0%	20.0%	23.0%	24.0%	27.0%	25.0%	25.0%	15.0%
	Bloomberg Barclays U.S. 0-5 Year TIPS Index	0.0%	3.0%	3.0%	4.0%	4.0%	4.0%	9.0%	11.0%	12.0%	14.0%	15.0%
Foreign Bonds	Bloomberg Barclays Global Aggregate ex- USD Float Adjusted RIC Capped Index (USD Hedged)	0.0%	1.0%	2.0%	3.0%	4.0%	5.0%	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%	4.0%	11.5%	25.0%
High Yield Savings	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	4.0%	11.5%	25.0%

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

Age-Based Portfolios		Age of Beneficiary										
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		Equity Portfolio				Balanced Portfolio						Fixed Income
Asset Class	Benchmark											
Domestic Equity	Russell 1000 Value	11.5%	10.5%	10.0%	8.5%	7.5%	6.0%	5.0%	4.0%	3.0%	2.5%	0.0%
	S & P 500 Index	23.0%	21.0%	19.0%	17.0%	14.0%	12.0%	10.0%	8.0%	5.0%	2.0%	0.0%
	Russell 1000 Growth	11.5%	10.5%	10.0%	8.5%	7.5%	6.0%	5.0%	4.0%	3.0%	1.5%	0.0%
	Russell 2500 Value	5.5%	5.0%	4.5%	4.0%	3.5%	3.0%	2.5%	2.0%	1.0%	0.0%	0.0%
	Russell 2500 Growth	5.5%	5.0%	4.5%	4.0%	3.5%	3.0%	2.5%	2.0%	1.0%	1.0%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Developed Real Estate Index	7.0%	6.0%	5.0%	5.0%	4.0%	4.0%	3.0%	2.0%	2.0%	1.0%	0.0%
International Equity	MSCI ACWI ex-U.S. Index	26.0%	23.5%	20.0%	17.0%	14.5%	12.0%	9.5%	6.0%	5.0%	2.0%	0.0%
	MSCI World ex-U.S. Small Cap Index	3.0%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	0.0%	0.0%	0.0%
	MSCI Emerging Markets Index	7.0%	6.0%	5.0%	4.0%	4.0%	2.5%	1.5%	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%	3.5%	4.0%	4.0%	3.0%	3.0%	2.0%	0.0%
	Bloomberg Barclays 1-3 Year U.S. Government / Credit Bond Index	0.0%	0.0%	0.0%	0.0%	6.0%	11.0%	14.0%	22.0%	25.0%	22.0%	20.0%
	Bloomberg Barclays U.S. Aggregate Bond Index	0.0%	5.0%	12.0%	18.0%	20.0%	23.0%	24.0%	27.0%	25.0%	25.0%	15.0%
	Bloomberg Barclays U.S. 0-5 Year TIPS Index	0.0%	3.0%	3.0%	4.0%	4.0%	4.0%	9.0%	11.0%	12.0%	14.0%	15.0%
	Credit Suisse Leveraged Loan Index	0.0%	0.0%	1.0%	2.0%	2.5%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%
Global Bonds	Bloomberg Barclays Global Aggregate Index (Hedged)	0.0%	1.0%	2.0%	3.0%	4.0%	5.0%	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%	4.0%	11.5%	25.0%
High Yield Savings	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	8.0%	23.0%	50.0%

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

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Individual Fund Portfolios:

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Asset Class	Benchmark
High Yield Savings	3 Month T-Bills
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
All Cap US Equity	CRSP U.S. Total Market 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

8.0 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. The woman- and minority-owned underlying investment funds utilized in the program shall be screened on the following initial criteria: (1) firms with at least 50% woman and/or racial minority ownership or (2) funds that have a woman and/or racial minority investment manager that makes the portfolio management decisions (i.e., a minority- owned subadvisor), and (3) funds that deliver above median returns over a 3-year and/or 5-year time period. The woman- and minority-owned options provided in the program shall 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

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change the underlying investment funds within specially designated portfolios, such as the woman- and minority-owned portfolios, consistent with this Policy.

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(Unaudited)**

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- Describing the Treasurer’s investment objectives;
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- 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;
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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. 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 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 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, Age-Based, Target, or Individual, (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.

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

- C. Short-Term Investments;
- D. Fixed Income Investments;
- E. Real Estate Investments;
- F. Domestic Equity Investments; and
- G. 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.

Section 30 of the State Treasurer Act (15 ILCS 505/30) declares that it is the policy of the Treasurer to promote and encourage the use of businesses owned by or under the control of qualified veterans of the armed forces of the United States, qualified service-disabled veterans, minority persons, women, or persons with a disability ("MWVD Persons") and sets forth the aspirational goal of directing 25% of the total dollar amount of funds under management, purchases of investment securities, and other contracts to businesses owned by or under the control of MWVD Persons. As such, 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 MWVD Persons.

Pursuant to the Illinois Sustainable Investing Act (30 ILCS 238/1 et seq.), the Treasurer shall prudently integrate sustainability factors into its investment decision-making, investment analysis, portfolio construction, risk management, due diligence, and investment ownership in order to maximize anticipated financial returns, minimize projected risk, and more effectively execute its fiduciary duty. As such, consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will prudently exercise investment stewardship and integrate sustainability factors within such a framework predicated on the following:

- A. Prudent integration of material sustainability factors, including, but not limited to (1) corporate governance and leadership factors, (2) environmental factors, (3) social capital factors, (4) human capital factors, and (5) business model and innovation factors, as components of portfolio construction, investment decision-making, investment analysis and due diligence, prospective value proposition, risk management, and investment ownership, given that these tangible and intangible factors may have material and relevant financial impacts;
- B. Recurring evaluation of sustainability factors to ensure the factors are relevant and decision-useful to the Program and the evolving marketplace;
- C. Attentive oversight of investment holdings to encourage the advancement of sustainability accounting and disclosure through the exercise of proxy voting rights and engagement with entities – such as investment funds, investment holdings, portfolio companies, government bodies, and other organizations – and move the marketplace toward more prudent, sustainable business practices; and
- D. Consideration of other relevant factors such as legal, regulatory, and reputational risks that enable an optimal risk management framework and supports long-term investment value.

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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 that 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	57.0%	54.0%	49.0%	42.0%	36.0%	32.0%	25.0%	19.0%	14.0%	7.0%	0.0%	
Real Estate	MSCI US REIT Index	7.0%	6.0%	5.0%	5.0%	5.0%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%	
International Equity	FTSE Global All Cap ex US Index	36.0%	30.0%	26.0%	23.0%	19.0%	15.0%	12.0%	9.0%	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												
Conservative Option												
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	23.0%	20.0%	19.0%	16.0%	14.0%	12.0%	9.0%	7.0%	6.0%	2.0%	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%	4.0%	3.0%	3.0%	2.0%	2.0%	1.0%	1.0%	0.0%
	Russell 2500 Growth	5.0%	5.0%	4.0%	4.0%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Developed Real Estate Index	7.0%	6.0%	5.0%	5.0%	5.0%	3.0%	3.0%	2.0%	2.0%	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%	7.0%	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%

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

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Individual Fund Portfolios:

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
All Cap US Equity	CRSP U.S. Total Market 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

8.0 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. The woman- and minority-owned underlying investment funds utilized in the program shall be screened on the following initial criteria: (1) firms with at least 50% woman and/or racial minority ownership or (2) funds that have a woman and/or racial minority investment manager that makes the portfolio management decisions (*i.e.*, a minority-owned subadvisor), and (3) funds that deliver above median returns over a 3-year and/or 5-year time period. The woman- and minority-owned options provided in the program shall 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 woman- and minority-owned portfolios, consistent with this Policy.

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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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Investment Policy Statement
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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 Office of the Illinois State Treasurer (“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;
- Describing the Treasurer’s objective to include sustainability factors within the investment decision process; 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.

4.0 Investment Philosophy

The Treasurer has adopted a long-term total return strategy for the Program and its investments. 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

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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, 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:

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

Section 30 of the State Treasurer Act (15 ILCS 505/30) declares that it is the policy of the Treasurer to promote and encourage the use of businesses owned by or under the control of qualified veterans of the armed forces of the United States, qualified service-disabled veterans, minority persons, women, or persons with a disability ("MWVD Persons") and sets forth the aspirational goal of directing 25% of the total dollar amount of funds under management, purchases of investment securities, and other contracts to businesses owned by or under the control of MWVD Persons. As such, 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 MWVD Persons.

Pursuant to the Illinois Sustainable Investing Act (30 ILCS 238/1 et seq.), the Treasurer shall prudently integrate sustainability factors into its investment decision-making, investment analysis, portfolio construction, risk management, due diligence and investment ownership in order to maximize anticipated financial returns, minimize projected risk, and more effectively execute its fiduciary duty. Sustainability analysis adds an additional layer of rigor to the fundamental analytical approach and can be used to evaluate past performance and to plan future decision-making. As a complement to traditional financial analysis, an accounting of sustainability factors provides a more complete view of risks and value prospects that may materially impact an investment fund or portfolio company's long-term value. As such, consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will prudently exercise investment stewardship and integrate sustainability factors within such a framework predicated on the following:

- A. **Materiality** – The Treasurer considers whether and to what extent a sustainability risk or opportunity exists that is reasonably likely to have a material impact on the financial condition or operating

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performance of a company, investment fund, or other investment vehicle.

- B. **Industry-Specific Information** – The Treasurer considers whether and to what extent the financially material sustainability risk or opportunity in question is relevant and applicable to individual industries.
- C. **Integration of Material Sustainability Factors** – The Treasurer prudently integrates material and relevant sustainability factors, including, but not limited to (1) corporate governance and leadership factors, (2) environmental factors, (3) social capital factors, (4) human capital factors, and (5) business model and innovation factors, as components of portfolio construction, investment decision-making, investment analysis and due diligence, prospective value proposition, risk management, and investment ownership, given that these tangible and intangible factors may have material financial impacts;
- D. **Active Ownership** – The Treasurer attentively oversees investment holdings to address sustainability risks and opportunities through the exercise of proxy voting rights and direct engagement with entities, such as investment funds, portfolio companies, government bodies, and other organizations.
- E. **Regular Evaluation of Sustainability Factors** – The Treasurer performs a recurring annual evaluation, at a minimum, of sustainability factors to ensure the factors are relevant to the evolving marketplace.

Additional Relevant and Financially Material Factors – The Treasurer considers other relevant factors such as legal, regulatory, and reputational risks that contribute to an optimal risk management framework and are necessary to protect and create long-term investment value.

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

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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, 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.

8.0 Plan Options

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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		Fund 100		Fund 80		Fund 60		Fund 40		Fund 20	Fund 10	Fixed Income
Asset Class	Benchmark											
Domestic Equity	Russell 1000 Value	11.5%	10.5%	10.0%	8.5%	7.5%	6.0%	5.0%	4.0%	3.0%	2.5%	0.0%
	S & P 500 Index	23.0%	21.0%	19.0%	17.0%	14.0%	12.0%	10.0%	8.0%	5.0%	2.0%	0.0%
	Russell 1000 Growth	11.5%	10.5%	10.0%	8.5%	7.5%	6.0%	5.0%	4.0%	3.0%	1.5%	0.0%
	Russell 2000 Value	2.5%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	0.0%	0.0%	0.0%
	Russell 2500 Value	3.0%	2.5%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	0.0%	0.0%
	Russell Mid Cap Growth	3.0%	2.5%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	1.0%	0.0%
	Russell 2000 Growth	2.5%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	0.0%	0.0%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Global	7.0%	6.0%	5.0%	5.0%	4.0%	4.0%	3.0%	2.0%	2.0%	1.0%	0.0%
International Equity	MSCI EAFE	24.0%	21.5%	18.0%	15.5%	13.5%	10.5%	8.0%	5.0%	4.0%	2.0%	0.0%
	MSCI World ex- U.S. Small Cap	4.0%	3.5%	3.0%	2.5%	2.0%	2.0%	1.5%	1.0%	0.0%	0.0%	0.0%
	MSCI Emerging Markets	8.0%	7.0%	6.0%	5.0%	4.5%	3.5%	2.5%	2.0%	1.0%	0.0%	0.0%
Domestic Fixed Income	Bloomberg Barclays U.S. Gov't/Credit 1-5yr	0.0%	0.0%	0.0%	0.0%	3.0%	5.5%	7.0%	11.0%	12.5%	11.0%	10.0%
	Bloomberg Barclays 1-3 Year U.S. Gov't/Credit Bond Index	0.0%	0.0%	0.0%	0.0%	3.0%	5.5%	7.0%	11.0%	12.5%	11.0%	10.0%
	Bloomberg Barclays U.S. Aggregate Bond	0.0%	5.0%	12.0%	18.0%	20.0%	23.0%	24.0%	27.0%	25.0%	25.0%	15.0%
	Bloomberg Barclays U.S. 0-5 Year TIPS Index	0.0%	3.0%	3.0%	4.0%	4.0%	4.0%	9.0%	11.0%	12.0%	14.0%	15.0%
	Bloomberg U.S. Corporate High Yield 2% Issuer Capped Index	0.0%	1.0%	2.0%	3.0%	3.5%	4.0%	4.0%	3.0%	3.0%	2.0%	0.0%
	Credit Suisse Leveraged Loan Index	0.0%	0.0%	1.0%	2.0%	2.5%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%
Global Bonds	Bloomberg Barclays Global Aggregate (USD Hedged)	0.0%	1.0%	2.0%	3.0%	4.0%	5.0%	6.0%	5.0%	5.0%	3.0%	0.0%
High Yield Savings	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	8.0%	23.0%	50.0%

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Index Age-Based Portfolios

Age-Based Portfolios		Age of Beneficiary								
Moderate Option		0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +
Asset Class	Benchmark									
Domestic Equity	Russell 3000 Index	52.0%	48.0%	42.0%	36.0%	30.0%	25.0%	20.0%	13.0%	7.0%
Global Real Estate	FTSE EPRA/NAREIT Global	6.0%	5.0%	5.0%	4.0%	4.0%	3.0%	2.0%	2.0%	1.0%
International Equity	MSCI ACWI ex- U.S. IMI Index	32.0%	27.0%	23.0%	20.0%	16.0%	12.0%	8.0%	5.0%	2.0%
Domestic Fixed Income	BofA/Merrill Lynch – High Yield Master II Index	1.0%	3.0%	5.0%	6.0%	7.0%	7.0%	5.0%	5.0%	3.0%
	Bloomberg U.S. Universal 1-5 Year Index	0.0%	0.0%	0.0%	6.0%	11.0%	14.0%	22.0%	25.0%	22.0%
	Bloomberg U.S. Aggregate Bond Index	5.0%	12.0%	18.0%	20.0%	23.0%	24.0%	27.0%	25.0%	25.0%
	Bloomberg U.S. 0-5 Year TIPS Index	3.0%	3.0%	4.0%	4.0%	4.0%	9.0%	11.0%	12.0%	14.0%
Foreign Bonds	Bloomberg Barclays Global Aggregate ex- USD Float Adjusted RIC Capped Index (USD Hedged)	0.5%	1.0%	2.0%	2.5%	3.0%	3.5%	3.0%	3.0%	2.0%
	Bloomberg USD Emerging Markets Government RIC Capped Index	0.5%	1.0%	1.0%	1.5%	2.0%	2.5%	2.0%	2.0%	1.0%
High Yield Savings	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	8.0%	23.0%

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.

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
High Yield Savings	3 Month T-Bill
Short Term Bond	Bloomberg Barclays U.S. Gov't/Credit 1-5yr Index, Bloomberg Barclays U.S. Gov't/Credit 1-3yr Index
Bank Loans	Credit Suisse Leveraged Loan Index
Intermediate Bond	Bloomberg Barclays U.S. Aggregate Bond Index
High Yield	Bloomberg U.S. Corporate High Yield 2% Issuer Capped Index
Global Bonds	Bloomberg Barclays Global Aggregate (USD Hedged)
U.S. Short Term TIPS	Bloomberg Barclays U.S. 0–5 Year TIPS Index
Balanced	Bloomberg Barclays U.S. Aggregate Bond Index; S&P 500; MSCI EAFE
Large Cap Value	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
Small/Mid-Cap Blend	S&P Completion Index
Small-Cap Value	Russell 2000 Value Index
Small-Cap Growth	Russell 2000 Growth Index
Small-Cap Blend	Russell 2000 Index
Foreign Stock	MSCI ACWI ex U.S., MSCI EAFE, MSCI World ex U.S. Small Cap, and MSCI Emerging Markets
Socially Responsible	Russell 1000 Growth, S&P 500
Real Estate	DJ Wilshire Real Estate Securities, FTSE EPRA/NAREIT Global
Global Listed Infrastructure	FTSE Develop Core Infrastructure 50/50 Index

9.0 Minority- and Woman-Owned Portfolios

The Program has included the Woman- and Minority-Owned Portfolios for participants who would like to have a more diverse set of investment options. The woman- 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 woman 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 woman- and minority- owned options provided in the program include relatively high scoring woman- 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

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change the underlying investment funds within specially designated portfolios, such as the woman- 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 Office of the Illinois State Treasurer (“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;
- Describing the Treasurer’s objective to include sustainability factors within the investment decision process; 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.

4.0 Investment Philosophy

The Treasurer has adopted a long-term total return strategy for the Program and its investments. 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.

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Contributions to the Program will be directed to one or more of the available Age-Based, Target, Individual, 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:

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

Section 30 of the State Treasurer Act (15 ILCS 505/30) declares that it is the policy of the Treasurer to promote and encourage the use of businesses owned by or under the control of qualified veterans of the armed forces of the United States, qualified service-disabled veterans, minority persons, women, or persons with a disability ("MWVD Persons") and sets forth the aspirational goal of directing 25% of the total dollar amount of funds under management, purchases of investment securities, and other contracts to businesses owned by or under the control of MWVD Persons. As such, 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 MWVD Persons.

Pursuant to the Illinois Sustainable Investing Act (30 ILCS 238/1 et seq.), the Treasurer shall prudently integrate sustainability factors into its investment decision-making, investment analysis, portfolio construction, risk management, due diligence and investment ownership in order to maximize anticipated financial returns, minimize projected risk, and more effectively execute its fiduciary duty. As such, consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will prudently exercise investment stewardship and integrate sustainability factors within such a framework predicated on the following:

- A. **Integration of Material Sustainability Factors** – Prudent integration of material sustainability factors, including, but not limited to (1) corporate governance and leadership factors, (2) environmental factors, (3) social capital factors, (4) human capital factors, and (5) business model and innovation factors, as components of portfolio construction, investment decision-making, investment analysis and due diligence, prospective value proposition, risk management, and investment ownership, given that these tangible and intangible factors may have material and relevant financial impacts;
- B. **Regular Evaluation of Sustainability Factors** – Recurring evaluation of sustainability factors to ensure the factors are relevant and decision-useful to the Program and the evolving marketplace;

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- C. **Active Ownership** – Attentive oversight of investment holdings to encourage the advancement of sustainability accounting and disclosure through the exercise of proxy voting rights and engagement with entities – such as investment funds, investment holdings, portfolio companies, government bodies, and other organizations – and move the marketplace toward more prudent, sustainable business practices; and
- D. **Additional Relevant and Financially Material Factors** – Consideration of other relevant factors such as legal, regulatory, and reputational risks that enable an optimal risk management framework and supports long-term investment value.

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 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;

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- 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 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.

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8.0 Plan Options

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		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	11.5%	10.5%	10.0%	8.5%	7.5%	6.0%	5.0%	4.0%	3.0%	2.5%	0.0%
	S & P 500 Index	23.0%	21.0%	19.0%	17.0%	14.0%	12.0%	10.0%	8.0%	5.0%	2.0%	0.0%
	Russell 1000 Growth	11.5%	10.5%	10.0%	8.5%	7.5%	6.0%	5.0%	4.0%	3.0%	1.5%	0.0%
	Russell 2000 Value	2.5%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	0.0%	0.0%	0.0%
	Russell 2500 Value	3.0%	2.5%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	0.0%	0.0%
	Russell Mid Cap Growth	3.0%	2.5%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	1.0%	0.0%
	Russell 2000 Growth	2.5%	2.5%	2.0%	2.0%	1.5%	1.5%	1.0%	1.0%	0.0%	0.0%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Global	7.0%	6.0%	5.0%	5.0%	4.0%	4.0%	3.0%	2.0%	2.0%	1.0%	0.0%
International Equity	MSCI EAFE	24.0%	21.5%	18.0%	15.5%	13.5%	10.5%	8.0%	5.0%	4.0%	2.0%	0.0%
	MSCI World ex- U.S. Small Cap	4.0%	3.5%	3.0%	2.5%	2.0%	2.0%	1.5%	1.0%	0.0%	0.0%	0.0%
	MSCI Emerging Markets	8.0%	7.0%	6.0%	5.0%	4.5%	3.5%	2.5%	2.0%	1.0%	0.0%	0.0%
Domestic Fixed Income	Bloomberg Barclays U.S. Gov't/Credit 1-3yr	0.0%	0.0%	0.0%	0.0%	3.0%	5.5%	7.0%	11.0%	12.5%	11.0%	10.0%
	ML 1-3 yr Treasury	0.0%	0.0%	0.0%	0.0%	3.0%	5.5%	7.0%	11.0%	12.5%	11.0%	10.0%
	Bloomberg Barclays U.S. Aggregate Bond	0.0%	5.0%	12.0%	18.0%	20.0%	23.0%	24.0%	27.0%	25.0%	25.0%	15.0%
	Bloomberg Barclays U.S. 0-5 Year TIPS Index	0.0%	3.0%	3.0%	4.0%	4.0%	4.0%	9.0%	11.0%	12.0%	14.0%	15.0%
	BofA/Merrill Lynch – High Yield Master II Index	0.0%	1.0%	2.0%	3.0%	3.5%	4.0%	4.0%	3.0%	3.0%	2.0%	0.0%
	Credit Suisse Leveraged Loan Index	0.0%	0.0%	1.0%	2.0%	2.5%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%
Global Bonds	Bloomberg Barclays Global Aggregate (USD Hedged)	0.0%	1.0%	2.0%	3.0%	4.0%	5.0%	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%	4.0%	11.5%	25.0%
High Yield Savings	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	4.0%	11.5%	25.0%

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

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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:

Asset Class	Benchmark
High Yield Savings	3 Month T-Bill
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
Bank Loans	Credit Suisse Leveraged Loan Index
Corporate Bond	Bloomberg Barclays U.S. Credit Index
Intermediate Bond	Bloomberg Barclays U.S. Aggregate Bond Index
High Yield	BofA/Merrill Lynch – High Yield Master II Index
Global Bonds	Bloomberg Barclays Global Aggregate (USD Hedged)
U.S. Short Term TIPS	Bloomberg Barclays U.S. 0–5 Year 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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9.0 Minority- and Woman-Owned Portfolios

The Program has included the Woman- and Minority-Owned Portfolios for participants who would like to have a more diverse set of investment options. The woman- 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 woman 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 woman- and minority- owned options provided in the program include relatively high scoring woman- 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 woman- 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 Office of the Illinois State Treasurer (“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;
- Describing the Treasurer’s objective to include sustainability factors within the investment decision process; 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.

4.0 Investment Philosophy

The Treasurer has adopted a long-term total return strategy for the Program and its investments. 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.

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Contributions to the Program will be directed to one or more of the available Age-Based, Target, Individual, 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:

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

Section 30 of the State Treasurer Act (15 ILCS 505/30) declares that it is the policy of the Treasurer to promote and encourage the use of businesses owned by or under the control of qualified veterans of the armed forces of the United States, qualified service-disabled veterans, minority persons, women, or persons with a disability ("MWVD Persons") and sets forth the aspirational goal of directing 25% of the total dollar amount of funds under management, purchases of investment securities, and other contracts to businesses owned by or under the control of MWVD Persons. As such, 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 MWVD Persons.

Pursuant to the Illinois Sustainable Investing Act (30 ILCS 238/1 et seq.), the Treasurer shall prudently integrate sustainability factors into its investment decision-making, investment analysis, portfolio construction, risk management, due diligence and investment ownership in order to maximize anticipated financial returns, minimize projected risk, and more effectively execute its fiduciary duty. As such, consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will prudently exercise investment stewardship and integrate sustainability factors within such a framework predicated on the following:

- Prudent integration of material sustainability factors, including, but not limited to (1) corporate governance and leadership factors, (2) environmental factors, (3) social capital factors, (4) human capital factors, and (5) business model and innovation factors, as components of portfolio construction, investment decision-making, investment analysis and due diligence, prospective value proposition, risk management, and investment ownership, given that these tangible and intangible factors may have material and relevant financial impacts;
- Recurring evaluation of sustainability factors to ensure the factors are relevant and decision-useful to the Program and the evolving marketplace;
- Attentive oversight of investment holdings to encourage the advancement of sustainability

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accounting and disclosure through the exercise of proxy voting rights and engagement with entities – such as investment funds, investment holdings, portfolio companies, government bodies, and other organizations – and move the marketplace toward more prudent, sustainable business practices; and

- Consideration of other relevant factors such as legal, regulatory, and reputational risks that enable an optimal risk management framework and supports long-term investment value.

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 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.

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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 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.

8.0 Plan Options

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		Fund 100		Fund 80		Fund 60		Fund 40		Fund 20	Fund 10	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	25.0%	22.0%	21.0%	17.0%	15.0%	13.0%	10.0%	8.0%	6.0%	2.0%	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 2000 Value	3.0%	3.0%	2.0%	2.0%	2.0%	2.0%	2.0%	1.0%	1.0%	1.0%	0.0%
	Russell 2000	2.0%	2.0%	2.0%	3.0%	1.0%	1.0%	1.0%	1.0%	1.0%	0.0%	1.0%
	Russell 2000 Growth	3.0%	3.0%	2.0%	2.0%	2.0%	2.0%	2.0%	1.0%	1.0%	1.0%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Global	7.0%	6.0%	5.0%	5.0%	5.0%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%
International Equity	MSCI EAFE	25.0%	21.0%	18.0%	16.0%	13.0%	11.0%	9.0%	6.0%	3.0%	2.0%	0.0%
	MSCI World ex- U.S. Small Cap	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	6.0%	5.0%	5.0%	4.0%	4.0%	3.0%	2.0%	2.0%	1.0%	0.0%	0.0%
Domestic Fixed Income	3-month T-Bills Bloomberg Barclays U.S. Govt/Credit 1-3yr	0.0%	1.0%	2.0%	4.0%	5.0%	7.0%	8.0%	13.0%	15.0%	13.0%	12.0%
	ML 1-3 yr Treasury	0.0%	1.0%	2.0%	2.0%	4.0%	4.0%	6.0%	9.0%	10.0%	9.0%	8.0%
	Bloomberg Barclays U.S. Aggregate Bond	0.0%	5.0%	10.0%	16.0%	22.0%	29.0%	31.0%	30.0%	30.0%	28.0%	15.0%
	Bloomberg Barclays U.S. TIPS	0.0%	2.0%	3.0%	4.0%	4.0%	4.0%	9.0%	13.0%	11.0%	14.0%	15.0%
Foreign Bonds	CitiGroup Non-U.S. World Govt Bond	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%

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

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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.

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 Minority- and Woman-Owned Portfolios

The Program has included the Woman- and Minority-Owned Portfolios for participants who would like to have a more diverse set of investment options. The woman- 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 woman 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 woman- and minority-owned options provided in the program include relatively high scoring woman- 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 woman- 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.

**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, 2023, and the related notes to the financial statements, which collectively comprise the College Savings Program's financial statements, and we have issued our report thereon dated August 20, 2024.

Report on 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 as a basis for designing 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 of the College Savings Program. 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 have not been identified. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings as item 2023-001 that we consider to be a significant deficiency.

Report on 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 financial statements. 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 the Finding

Government Auditing Standards requires the auditor to perform limited procedures on the State of Illinois, Office of the Treasurer's response to the finding identified in our audit and described in the accompanying Schedule of Findings. The State of Illinois, Office of the Treasurer's response was not subjected to the other 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 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.

SIGNED ORIGINAL ON FILE

Springfield, Illinois
August 20, 2024

SCHEDULE OF FINDINGS

**State of Illinois
Office of the Treasurer**

**College Savings Program
Schedule of Findings – Current Finding
June 30, 2023 and 2022**

2023-001 **Finding** (Inadequate Internal Controls Related to Review of Financial Statements)

The Office of the Treasurer (Office) had inadequate internal controls over the Office's College Savings Program financial statement preparation and review process.

During preparation of the College Savings Program notes to the financial statements, the Office incorrectly included savings account amounts in the total for the investment note disclosure, resulting in an overstatement of \$405,369,294. This was updated to the correct amount in the final financial statements.

Concepts Statement No. 1 of the Governmental Accounting Standards Board, Objectives of Financial Reporting (GASBCS 1, paragraph 64), states, "Financial reporting should be reliable; that is, the information presented should be verifiable and free from bias and should faithfully represent what it purports to represent. To be reliable, financial reporting needs to be comprehensive." This would include identifying errors in the notes to the financial statements. 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 to provide assurance 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 to maintain accountability over the State's resources. Strong management controls, due diligence and fiduciary responsibility require procedures to include proper checks and balances and adequate supervision to ensure proper financial reporting.

The Office stated the amounts related to savings accounts were included in the note disclosure due to oversight in the internal review process.

Failure to maintain adequate internal controls over the financial reporting process led to errors not being identified in the notes to the financial statements. (Finding Code No. 2023-001)

Recommendation

We recommend the Office improve controls over the College Savings Program financial reporting process by performing and documenting due diligence procedures to verify the accuracy of financial reporting disclosures.

Office Response

The Office accepts the recommendation and will implement procedures to improve on the College Savings Program financial reporting internal control processes.