



Comprehensive Annual Financial Report
for fiscal year ended June 30, 2004

Teachers' Retirement System of the State of Illinois
a component unit of the State of Illinois

1939 - 2004

Teachers' Retirement System of the State of Illinois
Statement of Changes in Plan Net Assets
Years Ended June 30, 2004, and 2003

	2004	2003
Additions		
Contributions		
Members	\$768,661,300	\$732,020,451
State of Illinois	1,031,477,825	929,709,762
State of Illinois pension obligation bond proceeds	4,330,373,948	0
Employers		
Early retirement	52,495,571	46,773,190
Federal funds	33,651,748	33,354,836
2.2 benefit formula	41,426,146	11,424,437
Total contributions	6,258,086,538	1,753,282,676
Investment income		
From investment activities		
Net appreciation in fair value	3,873,564,792	467,463,329
Interest	278,058,533	343,075,998
Real estate operating income, net	194,324,851	184,785,558
Dividends	206,236,790	139,831,006
Private equity income	27,033,133	8,887,682
Other investment income	3,531,886	3,560,189
Investment activity income	4,582,749,985	1,147,603,762
Less investment expense	(106,418,281)	(92,431,726)
Net investment activity income	4,476,331,704	1,055,172,036
From securities lending activities		
Securities lending income	31,637,926	28,660,317
Securities lending management fees	(2,348,565)	(1,420,317)
Securities lending borrower rebates	(19,891,720)	(21,559,925)
Net securities lending activity income	9,397,641	5,680,075
Total investment income	4,485,729,345	1,060,852,111
Total additions	10,743,815,883	2,814,134,787
Deductions		
Retirement benefits	2,145,187,366	1,890,511,562
Survivor benefits	97,155,092	88,996,829
Disability benefits	19,987,021	19,113,893
Refunds	48,019,644	43,114,742
Administrative expenses	13,560,546	13,859,402
Total deductions	2,323,909,669	2,055,596,428
Net increase	8,419,906,214	758,538,359
Net assets held in trust for pension benefits		
Beginning of year	23,124,823,071	22,366,284,712
End of year	\$31,544,729,285	\$23,124,823,071

The accompanying notes are an integral part of these statements.