

The Illinois Funds Portfolio Summary

2022 Fourth Quarter



Net Portfolio Assets	\$18,315,967,456
Present Market Value	\$18,301,088,814
Weighted Average Maturity	56.7 Days
Weighted Average Life	96.5 Days
30-day Avg. Net Yield	3.525%
Oct-22	3.066%
Nov-22	3.584%
Dec-22	3.925%
30-day Gross Yield	3.599%
Net Asset Value (NAV)	\$1.00

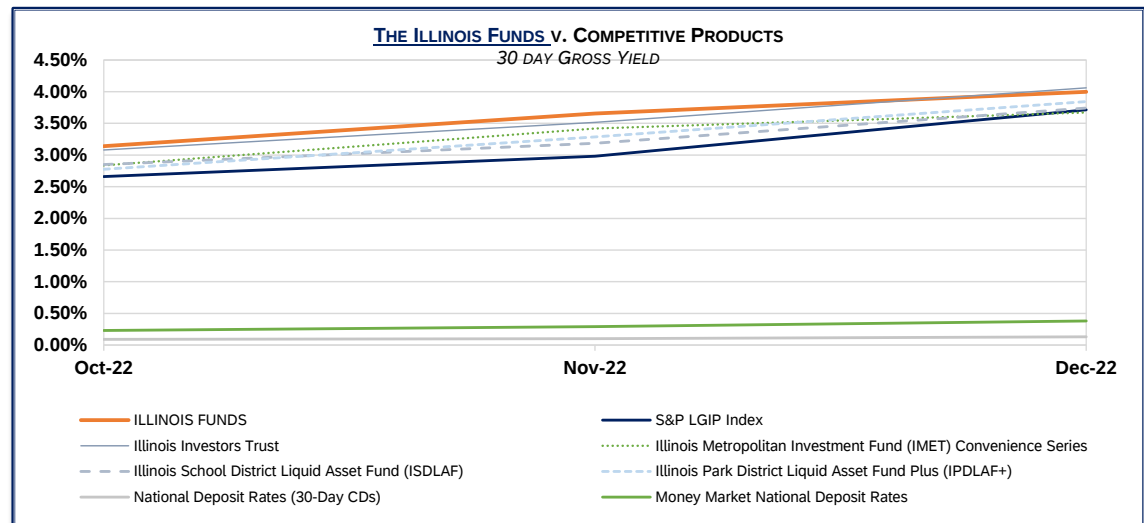
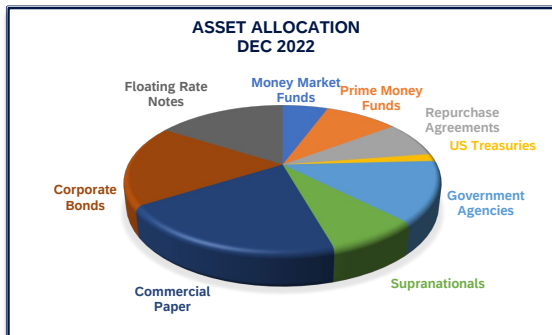
	Ending Portfolio Balance	Total Annual Net Interest Income	Avg Annual Net Yield
CY 2015	\$4,518,026,633	\$ 2,002,241	0.039%
CY 2016	\$4,653,739,283	\$ 17,167,965	0.346%
CY 2017	\$5,120,945,133	\$ 48,765,012	0.893%
CY 2018	\$5,379,311,897	\$ 104,896,543	1.837%
CY 2019	\$5,932,126,266	\$ 132,393,340	2.230%
CY 2020	\$7,413,277,692	\$ 42,734,864	0.630%
CY 2021	\$11,220,082,338	\$ 6,352,773	0.041%
CY 2022	\$18,315,967,456	\$ 285,225,324	1.662%

Value of \$1000 Investment Made...	Key Ratios
...on December 1, 2022	Liquidity Daily 23.1% Weekly 31.4%
...on July 1, 2022	
...on January 1, 2022	
...on July 1, 2021	
...on January 1, 2015	

Quarterly Portfolio Performance			
	4Q 2022	3Q 2022	4Q 2021
Net Interest Income	\$ 161,479,536	\$ 88,962,785	\$ 1,788,749
Average Net Yield	3.52%	2.17%	0.04%

Annual Portfolio Performance			
	YTD 2022	Year-Over-Year	YTD 2021
Net Interest Income	\$ 285,225,324	\$ 285,225,324	\$ 6,352,773
Average Net Yield	1.66%	1.662%	0.04%

Asset Class	Asset Allocation	Net Yield
Money Market Funds	6.71%	4.20%
Prime Money Funds	10.83%	4.34%
Repurchase Agreements	9.30%	4.28%
US Treasuries	1.92%	4.03%
Government Agencies	15.95%	3.93%
Supranationals	9.55%	3.96%
Commercial Paper	24.37%	4.00%
Corporate Bonds	21.36%	3.73%
Floating Rate Notes	19.02%	3.85%
	100.00%	4.05%



Analytical Comment

Thomas Gary, Director, Illinois Funds

The Federal Reserve Bank noted slowing price and wage increases, along with slightly tightening financial conditions in the 7th District. COGFA noted a continued increase in Federal disbursements to State general funds, while there was an overall decline in State-based revenues, including sales tax gross receipts falling \$13 million December 2022, compared to December 2021.

With this, The Illinois Funds' quarter-over-quarter net rate of return rose 62%, from 2.167% to 3.52%. Comparably, gross interest rates on 30-day CDs and money market accounts ended the quarter at 0.13% and 0.38%, respectively. The rise in interest rates helped bring net income to Participating governments to \$161.5 million for the fourth quarter and over \$285 million for calendar year 2022. The velocity in the growth of the Illinois Funds has slowed in the fourth quarter to \$245 million, closing the portfolio balance at \$18.3 billion at the end of December.

Finally, updates have been made to the Investment Policy Statement and Illinois Public Treasurers Investment Pool (IPTIP) Administrative rules. They have been published on our website. As always, please feel to contact us with any questions or concerns regarding your account, underlying investments, or the Illinois Funds in general.

Thank You.

Fund Glossary

Net Asset Value (NAV)

Price per share (unit).

Net Portfolio Assets

Value of all securities held by fund

Present Market Value

Value of all securities held by fund, controlling on market factors

Weighted Average Maturity (WAM)

A primary measure of exposure to interest-rate risk by weighting issues within portfolio

Weighted Average Life (WAL)

A measure of credit-spread risk by weighting issues within portfolio

$$NAV = \frac{\text{Total Market Value} - \text{Liabilities}}{\text{Fund Shares Outstanding}}$$

$$WAM = \frac{\sum_{i=1}^n (ti * Pi)}{\sum P_n}$$

$$WAL = \sum_{i=1}^n \frac{P_i}{P} t_i$$

30-day Net Yield

Return on investment over 30-day period, adjusted for fees, as expressed in percentage

30-day Gross Yield

Return on investment over 30-day period, as expressed in percentage

Daily Liquidity

Percentage of funds that can be converted into cash that day (Ratings Agencies recommend >10%)

Weekly Liquidity

Percentage of funds that can be converted into cash within 5 business days (Ratings Agencies recommend >30%)

Net Interest Income

Return on investment over a period, adjusted for fees, as expressed in dollars

Average Net Yield

Return on investment over a period, adjusted for fees, as expressed in percentage

Asset Classes

Certificates of Deposit

Federally insured savings account that has a fixed interest rate and fixed date of withdrawal. FDIC insured

Commercial Paper

Bonds issued by Fortune 500 and AAA-rated companies; maturities range from 2-270 days. Backed by issuing bank line of credit.

Corporate Bonds

Debt issued by corporation, promising to pay bond-holder stated rate of interest up to maturity date (can extend past 270 days)

Floating Rate Notes

Debt (note) with a variable interest rate; adjustments usually happened every six months.

Governmental Agencies

Debt issued by US Government agencies. No US government guarantee

Money Market Funds

Open-ended mutual fund regulated by SEC Rule 2a-7. Invest in high-quality, short-term investments; pays MM rates of distributions

Prime Money Market Funds

Can sometimes achieve higher yields than MMF because of broader portfolio diversity.

Repurchase Agreements

Overnight lending agreement between seller and buyer, where seller buys back collateralized money, with interest.

Supranationals

Debt issued by International agencies (World Bank, EBRD, etc.), for puposes of economic development. Guaranteed by US Govt

US Treasuries

Debt issued by US Treasury Dept. Maximum holding period is 365 days. Guaranteed by full faith and credit of US Government