



ILLINOIS SLIDING FURTHER INTO DEBT

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THE FINANCIAL STATE OF ILLINOIS

A new analysis of the latest available audited financial reports found Illinois had a Taxpayer Burden™ of \$50,800, earning it an "F" grade based on Truth in Accounting's grading scale. The state's fiscal health has declined each year since 2009, with its Taxpayer Burden increasing by \$21,700 during that time.

Financial decisions made by the state's elected officials over the years have left Illinois with a \$216.1 billion shortfall, which equates to \$50,800 for every taxpayer. Most of the state's overall debt comes from constitutionally protected pension benefits and retiree health care costs. Of the \$270.6 billion in retirement benefits promised, the state has not funded \$134.4 billion in pension and \$52.5 billion in retiree health care benefits.

Illinois' financial condition is not only alarming but also misleading as government officials have failed to disclose significant amounts of retirement debt on the state's balance sheet. Residents and taxpayers have been presented with an unreliable and inaccurate accounting of the state government's finances.

Here's the truth:

48

Rank

\$216.1
billion

Money needed to
pay bills

-\$50,800

Taxpayer
Burden

F

Financial grade

ILLINOIS FINANCIAL BREAKDOWN

FAST FACTS

- + Illinois has \$28.8 billion available in assets to pay \$244.9 billion worth of bills.
- + The outcome is a \$216.1 billion shortfall and a \$50,800 Taxpayer Burden.
- + Despite reporting all of its pension debt, the state continues to hide \$36.1 billion of its retiree health care debt.
- + Illinois' reported net position is inflated by \$24.4 billion, largely because the state defers recognizing losses incurred when the net pension liability increases.

THE STATE'S BILLS EXCEED ITS ASSETS

Assets	\$80,823,083,000
<i>Minus:</i> Capital assets	-\$37,532,833,000
Restricted assets	-\$14,511,680,000
Assets available to pay bills	\$28,778,570,000
<i>Minus:</i> Bills	-\$244,893,218,000
Money needed to pay bills	-\$216,114,648,000
Each taxpayer's share of this debt	-\$50,800

BILLS THE STATE HAS ACCUMULATED

Bonds	\$38,375,304,000
Other liabilities	\$35,158,256,000
<i>Minus:</i> Debt related to capital assets	-\$15,559,227,000
Unfunded pension benefits	\$134,375,722,000
Unfunded retiree health care	\$52,543,163,000
Bills	\$244,893,218,000

GRADE: F

Bottom line: Illinois would need more than \$20,000 from each of its taxpayers to pay all of its bills, so it has received an "F" for its finances from Truth in Accounting.

Truth in Accounting is committed to educating and empowering citizens with understandable, reliable, and transparent government financial information. To be knowledgeable participants in their government and its budget process, citizens need truthful and transparent financial information.