

FIREFIGHTERS' PENSION INVESTMENT FUND



MONTHLY FINANCIAL REPORT

FOR THE MONTH ENDED DECEMBER 31, 2022

PREPARED BY:



Lauterbach & Amen, LLP

CERTIFIED PUBLIC ACCOUNTANTS



March 09, 2023

Firefighters' Pension Investment Fund
1919 South Highland Avenue
Building A, Suite 237
Lombard, IL 60148

To Members of the Board:

Management is responsible for the accompanying interim financial statements of the Firefighters' Pension Investment Fund which comprise the statement of fiduciary net position - modified cash basis as of December 31, 2022 and the related statement of changes in fiduciary net position - modified cash basis for the six months then ended in accordance with the modified cash basis of accounting and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the interim financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these interim financial statements.

The interim financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in interim financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the interim financial statements and other supplementary information, they might influence the user's conclusions about the Fund's assets, liabilities, fiduciary net position, additions and deductions. Accordingly, the interim financial statements and other supplementary information are not designed for those who are not informed about such matters.

Other Matter

The other supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The other supplementary information was subject to our compilation engagement. We have not audited or reviewed the other supplementary information nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the other supplementary information.

Cordially,

Lauterbach & Amen, LLP

Lauterbach & Amen, LLP

Firefighters' Pension Investment Fund
Statement of Fiduciary Net Position
As of December 31, 2022

Assets

Cash

Money Market Cash	197,642
Total Cash	197,642

Receivables

Foreign Taxes	29,432
Interest and Dividends	6,783,879
Due From Employees	6,885
Total Receivables	6,820,196

Prepaid Expenses

Security Deposit	4,476
Election Expense	2,908
Rent	9,572
Insurance - Fiduciary	69,263
Insurance - Crime	4,475
Insurance - Cyber Liability	10,218
Total Receivables and Prepaid Expenses	100,912

Capital Assets

Investments

US Government, Agency, and Municipal Obligations	217,065,161
Domestic Equities	2,426,054,364
International Equities	2,171,535
International Obligations	218,119,365
Commingled Funds	3,902,275,248
Real Estate Funds	440,625,087
Total Investments	7,206,310,760

Total Assets	7,213,429,510
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Firefighters' Pension Investment Fund
Statement of Fiduciary Net Position
As of December 31, 2022

Liabilities

Payables

Illinois Finance Authority Loan	3,670,567
Capitalized Interest	92,731
Benefit Withholding	(2,204)
Other Withholding	6,319
Total Payables	3,767,413

Accrued Expenses

Professional	299,418
Accrued Benefits	154,672
Total Accrued Expenses	454,090

Total Liabilities	4,221,503
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Net Position Restricted for Pensions	7,209,208,007
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Firefighters' Pension Investment Fund

Statement of Changes in Net Position - Modified Cash Basis

For the Six Months Ended December 31, 2022

Additions

Investment Income

From Investing Activities

Interest, Dividend and Other	32,184,432
Net appreciation (depreciation) in fair value of investments	15,846,657
Investment Activity Gain (Loss)	48,031,089
Less Direct Investment Expense	(1,133,687)
Net Investment Activity Gain (Loss)	46,897,402

Contributions

Article 4 Funds Transfers In	\$ 429,690,827
Total Contributions	429,690,827

Total Additions	476,588,229
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Deductions

Personnel	(577,336)
Professional Services	(486,676)
Operations	(256,195)
Total Operation Expenses	(1,320,207)

Total Expenses	(1,320,207)
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Transfer to Local Funds	(138,748,592)
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Total Deductions	(140,068,799)
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Net Increase (Decrease)	336,519,430
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Net Position Restricted For Pension

Beginning of the Year	6,872,688,576
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End of the Period	7,209,208,007
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Firefighters' Pension Investment Fund

Expense Report as of December 31, 2022

	<u>MTD</u> <u>Expenditures</u>	<u>MTD</u> <u>Budget</u>	<u>YTD</u> <u>Expenditures</u>	<u>YTD</u> <u>Budget</u>	<u>Annual</u> <u>Budget</u>
FPIF Home Office Operations					
Staff					
Executive Director	\$ 23,333.00	23,625.00	140,000.00	141,750.00	283,500.00
Senior Portfolio Officer	11,934.00	12,083.17	71,604.00	72,499.08	144,998.10
Chief Operating Officer	13,311.00	13,477.38	79,866.00	80,864.37	161,728.65
Chief Financial Officer	14,229.00	14,406.86	85,374.00	86,441.19	172,882.35
Member Services Officer	6,525.00	6,606.56	39,150.00	39,639.39	79,278.75
Payroll Taxes	5,956.00	5,725.93	32,139.00	34,355.61	68,711.19
Staff Benefits	74,102.00	18,007.01	129,203.00	108,042.08	216,084.14
Total Staff	149,390.00	93,931.91	577,336.00	563,591.72	1,127,183.18
Professional Services					
Accounting & Payroll Services	16,750.00	5,833.33	16,750.00	35,000.02	70,000.00
Legal Services	12,579.00	11,666.66	42,508.00	70,000.04	140,000.00
Legal Services - Article 3&4 Litigation	23,705.00	5,000.00	38,846.00	30,000.00	60,000.00
Investment Consulting Services	0.00	40,833.33	110,000.00	245,000.02	490,000.00
Bank & Investment Transaction Fees	115.00	250.00	938.00	1,500.00	3,000.00
Auditing Services	16,417.00	2,958.33	32,833.00	17,750.02	35,500.00
Temporary Services	0.00	833.33	0.00	5,000.02	10,000.00
Audit Consulting Services	0.00	14,583.33	0.00	87,500.02	175,000.00
Custody Services	140,375.00	43,662.50	140,375.00	261,975.00	523,950.00
Actuarial Services	46,375.00	13,583.33	48,594.00	81,500.02	163,000.00
Transition Audit	0.00	1,666.66	0.00	10,000.04	20,000.00
Custody - Cash Management & Reporting	35,125.00	5,516.66	35,125.00	33,100.04	66,200.00
Statutory Audits of Article 4 Funds	0.00	16,666.66	0.00	100,000.04	200,000.00
Election Expense	0.00	2,916.66	20,707.00	17,500.04	35,000.00
Total Professional Services	291,441.00	165,970.78	486,676.00	995,825.32	1,991,650.00
Operations					
Rent Expense	5,065.00	4,344.33	18,805.00	26,066.02	52,132.00
Furniture Expense	0.00	1,666.66	8,500.00	10,000.04	20,000.00
Computer/Equipment Expense	0.00	833.33	0.00	5,000.02	10,000.00
Telecommunications Expense	94.00	250.00	893.00	1,500.00	3,000.00
Utilities Expense	0.00	500.00	1,313.00	3,000.00	6,000.00
IT Professional Services	12,130.00	1,429.50	27,201.00	8,577.00	17,154.00
Software Purchases	12,360.00	5,916.66	68,690.00	35,500.04	71,000.00

Firefighters' Pension Investment Fund

Expense Report as of December 31, 2022

	MTD	MTD	YTD	YTD	Annual
	<u>Expenditures</u>	<u>Budget</u>	<u>Expenditures</u>	<u>Budget</u>	<u>Budget</u>
Website Development/Hosting Expense	575.00	2,083.33	10,243.00	12,500.02	25,000.00
Travel Expense	3,279.00	2,083.33	10,717.00	12,500.02	25,000.00
Director & Officer Insurance	0.00	7,000.00	0.00	42,000.00	84,000.00
Business Insurance	0.00	350.00	0.00	2,100.00	4,200.00
Board Expenses	0.00	833.33	2,004.00	5,000.02	10,000.00
Staff Training	0.00	833.33	0.00	5,000.02	10,000.00
Board Education	0.00	250.00	0.00	1,500.00	3,000.00
Subscriptions Expense	70.00	416.66	5,741.00	2,500.04	5,000.00
Interest Expense	53,298.00	4,166.66	98,501.00	25,000.04	50,000.00
Shipping, Postage & Supplies	440.00	416.66	3,587.00	2,500.04	5,000.00
Total Operations	87,311.00	33,373.78	256,195.00	200,243.32	400,486.00
Total FPIF Home Office Operations	528,142.00	293,276.47	1,320,207.00	1,759,660.36	3,519,319.18
Investment Manager Fees					
Investment Management Fees	147,104.00	70,833.33	147,104.00	425,000.02	850,000.00
Total Investment Manager Fees	147,104.00	70,833.33	147,104.00	425,000.02	850,000.00
Total Expenses	675,246.00	364,109.80	1,467,311.00	2,184,660.38	4,369,319.18