

FIREFIGHTERS' PENSION  
INVESTMENT FUND



MONTHLY  
FINANCIAL REPORT

FOR THE MONTH ENDED AUGUST 31, 2023

PREPARED BY:



Lauterbach & Amen, LLP

CERTIFIED PUBLIC ACCOUNTANTS



January 18, 2024

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 August 31, 2023 and the related statement of changes in fiduciary net position - modified cash basis for the two 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 August 31, 2023**

**Assets**

**Cash**

Money Market Cash	895,122
<b>Total Cash</b>	<b>895,122</b>

**Receivables**

Foreign Taxes	28,871
Investments Sold	1,326,242
Interest and Dividends	23,613,239
<b>Total Receivables</b>	<b>24,968,352</b>

**Prepaid Expenses**

Security Deposit	4,476
Prepaid Expenses - General	1,875
Insurance - Fiduciary	70,015
Insurance - Crime	4,475
Insurance - Cyber Liability	10,729
<b>Total Receivables and Prepaid Expenses</b>	<b>91,570</b>

**Capital Assets**

**Investments**

US Government, Agency, and Municipal Obligations	1,039,191,145
Domestic Equities	2,864,924,806
International Equities	9,630,417
Domestic Bank Loans	50,314,371
Domestic Corporate Obligations	754,503,823
International Obligations	363,300,896
Commingled Funds	2,392,053,020
Real Estate Funds	467,914,454
<b>Total Investments</b>	<b>7,941,832,932</b>

**Deferred Outflows**

IMRF GASB 68 Deferred Outflows	49,297
<b>Total Deferred Outflow</b>	<b>49,297</b>

<b>Total Assets &amp; Deferred Outflows</b>	<b>7,967,837,273</b>
---	----------------------

**Firefighters' Pension Investment Fund**  
**Statement of Fiduciary Net Position**  
**As of August 31, 2023**

**Liabilities**

**Payables**

Investments Purchased	19,264,616
Illinois Finance Authority Loan	2,416,135
IMRF GASB 68 Net Pension Liability	338,677
Capitalized Interest	92,731
Payroll Withholding	4,739
State Withholding	80
<b>Total Payables</b>	<b>22,116,978</b>

**Accrued Expenses**

Accrued Benefits	207,611
General	2,926
<b>Total Accrued Expenses</b>	<b>210,537</b>

**Deferred Inflows**

<b>Total Liabilities &amp; Deferred Inflows</b>	<b>22,327,515</b>
---	-------------------

<b>Net Position Restricted for Pensions</b>	<b>7,945,509,758</b>
---	----------------------

**Firefighters' Pension Investment Fund**  
**Statement of Changes in Net Position - Modified Cash Basis**  
**For the Two Months Ended August 31, 2023**

<b>Additions</b>	
<b>Investment Income</b>	
<b>From Investing Activities</b>	
Interest, Dividend and Other	24,938,369
Net appreciation (depreciation) in fair value of investments	<u>5,754,379</u>
<b>Investment Activity Gain (Loss)</b>	<b><u>30,692,748</u></b>
Less Direct Investment Expense	<u>(93,903)</u>
<b>Net Investment Activity Gain (Loss)</b>	<b><u>30,598,845</u></b>
 <b>Contributions</b>	
Article 4 Funds Transfers In	\$ <u>81,588,732</u>
<b>Total Contributions</b>	<b>81,588,732</b>
 <b>Total Additions</b>	
	<b>112,187,577</b>
<b>Deductions</b>	
Personnel	(176,459)
Professional Services	(45,350)
Operations	<u>(57,440)</u>
<b>Total Operation Expenses</b>	<b>(279,249)</b>
 <b>Total Expenses</b>	
	<b>(279,249)</b>
 Transfer to Local Funds	 (86,537,662)
 <b>Total Deductions</b>	
	<b>(86,816,911)</b>
 <b>Net Increase (Decrease)</b>	
	<b>25,370,666</b>
<b>Net Position Restricted For Pension</b>	
Beginning of the Year	7,920,139,092
 <b>End of the Period</b>	
	<b>7,945,509,758</b>

# Firefighters' Pension Investment Fund

## Expense Report as of August 31, 2023

	<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>
<b>FPIF Home Office Operations</b>					
<b>Staff</b>					
Executive Director	\$ 24,634.00	24,634.16	49,268.00	49,268.40	295,610.00
Senior Portfolio Officer	12,599.00	12,599.33	25,199.00	25,198.70	151,192.00
Chief Operating Officer	14,053.00	14,053.08	28,106.00	28,106.20	168,637.00
Chief Financial Officer	15,022.00	15,022.25	30,045.00	30,044.50	180,267.00
Member Services Officer	6,889.00	6,888.75	13,778.00	13,777.50	82,665.00
Payroll Taxes	4,010.00	6,320.16	9,352.00	12,640.40	75,842.00
Staff Benefits	22,472.00	17,432.00	20,711.00	34,864.00	209,184.00
<b>Total Staff</b>	<b>99,679.00</b>	<b>96,949.73</b>	<b>176,459.00</b>	<b>193,899.70</b>	<b>1,163,397.00</b>
<b>Professional Services</b>					
Accounting & Payroll Services	0.00	5,833.33	0.00	11,666.70	70,000.00
Legal Services	0.00	11,666.74	0.00	23,333.40	140,000.00
Legal Services - Article 3&4 Litigation	0.00	5,000.00	0.00	10,000.00	60,000.00
Investment Consulting Services	0.00	34,166.66	0.00	68,333.40	410,000.00
Bank & Investment Transaction Fees	0.00	250.00	0.00	500.00	3,000.00
Private Markets Consulting Services	0.00	45,833.33	0.00	91,666.70	550,000.00
Auditing Services	0.00	4,791.66	0.00	9,583.40	57,500.00
Temporary Services	350.00	833.33	350.00	1,666.70	10,000.00
Custody Services	0.00	46,791.66	0.00	93,583.40	561,500.00
Actuarial Services	0.00	13,583.33	0.00	27,166.70	163,000.00
Custody - Cash Management & Reporting	0.00	11,708.33	0.00	23,416.70	140,500.00
Statutory Audits of Article 4 Funds	45,000.00	20,833.33	45,000.00	41,666.70	250,000.00
Election Expense	0.00	500.00	0.00	1,000.00	6,000.00
<b>Total Professional Services</b>	<b>45,350.00</b>	<b>201,791.70</b>	<b>45,350.00</b>	<b>403,583.80</b>	<b>2,421,500.00</b>
<b>Operations</b>					
Rent Expense	4,622.00	4,420.41	9,244.00	8,840.90	53,045.00
Furniture Expense	0.00	416.66	0.00	833.40	5,000.00
Computer/Equipment Expense	0.00	625.00	0.00	1,250.00	7,500.00
Telecommunications Expense	188.00	250.00	188.00	500.00	3,000.00
Utilities Expense	443.00	500.00	887.00	1,000.00	6,000.00
IT Professional Services	3,070.00	1,429.50	3,070.00	2,859.00	17,154.00
Software Purchases	28,907.00	8,675.00	42,314.00	17,350.00	104,100.00
Website Development/Hosting Expense	0.00	666.66	0.00	1,333.40	8,000.00

## Firefighters' Pension Investment Fund Expense Report as of August 31, 2023

	<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>
Travel Expense	361.00	833.33	361.00	1,666.70	10,000.00
Director & Officer Insurance	0.00	7,100.00	0.00	14,200.00	85,200.00
Business Insurance	0.00	366.66	0.00	733.40	4,400.00
Board Expenses	0.00	250.00	0.00	500.00	3,000.00
Staff Training	0.00	250.00	0.00	500.00	3,000.00
Board Education	0.00	250.00	0.00	500.00	3,000.00
Subscriptions Expense	35.00	1,083.33	1,034.00	2,166.70	13,000.00
Interest Expense	0.00	8,333.33	0.00	16,666.70	100,000.00
Shipping, Postage & Supplies	342.00	416.66	342.00	833.40	5,000.00
<b>Total Operations</b>	<b>37,968.00</b>	<b>35,866.54</b>	<b>57,440.00</b>	<b>71,733.60</b>	<b>430,399.00</b>
<b>Total FPIF Home Office Operations</b>	<b>182,997.00</b>	<b>334,607.97</b>	<b>279,249.00</b>	<b>669,217.10</b>	<b>4,015,296.00</b>
<b>Investment Manager Fees</b>					
Investment Management Fees	0.00	382,084.16	0.00	764,168.40	4,585,010.00
<b>Total Investment Manager Fees</b>	<b>0.00</b>	<b>382,084.16</b>	<b>0.00</b>	<b>764,168.40</b>	<b>4,585,010.00</b>
<b>Total Expenses</b>	<b>182,997.00</b>	<b>716,692.13</b>	<b>279,249.00</b>	<b>1,433,385.50</b>	<b>8,600,306.00</b>



---

## Other Supplementary Information

---



**Firefighters' Pension Investment Fund**  
**Statement of Changes in Net Position - Modified Cash Basis**  
**For the Two Months Ended August 31, 2023**

	YTD	MTD	FYE Average 2 Months
<b>Additions</b>			
<b>Investment Income</b>			
<b>From Investing Activities</b>			
Interest, Dividend and Other	24,938,369	13,794,602	12,469,185
Net appreciation (depreciation) in fair value of investments	5,754,379	(197,428,113)	2,877,190
<b>Investment Activity Gain (Loss)</b>	<b>30,692,748</b>	<b>(183,633,511)</b>	<b>15,346,375</b>
Less Direct Investment Expense	(93,903)	(59,220)	(46,952)
<b>Net Investment Activity Gain (Loss)</b>	<b>30,598,845</b>	<b>(183,692,731)</b>	<b>15,299,423</b>
<b>Contributions</b>			
Article 4 Funds Transfers In	\$ 81,588,732	\$ 26,303,445	\$ 40,794,366
<b>Total Contributions</b>	<b>81,588,732</b>	<b>26,303,445</b>	<b>40,794,366</b>
<b>Total Additions</b>	<b>112,187,577</b>	<b>(157,389,286)</b>	<b>56,093,789</b>
<b>Deductions</b>			
Personnel	(176,459)	(99,679)	(88,230)
Professional Services	(45,350)	(45,350)	(22,675)
Operations	(57,440)	(37,968)	(28,720)
<b>Total Operation Expenses</b>	<b>(279,249)</b>	<b>(182,997)</b>	<b>(139,625)</b>
<b>Total Expenses</b>	<b>(279,249)</b>	<b>(182,997)</b>	<b>(139,625)</b>
Transfer to Local Funds	(86,537,662)	(44,213,933)	(43,268,831)
<b>Total Deductions</b>	<b>(86,816,911)</b>	<b>(44,396,930)</b>	<b>(43,408,456)</b>
<b>Net Increase (Decrease)</b>	<b>25,370,666</b>	<b>(201,786,216)</b>	<b>12,685,333</b>
<b>Net Position Restricted For Pension</b>			
Beginning of the Year	7,920,139,092		
<b>End of the Period</b>	<b>7,945,509,758</b>		