

FIREFIGHTERS' PENSION
INVESTMENT FUND



MONTHLY
FINANCIAL REPORT

FOR THE MONTH ENDED September 30, 2023

PREPARED BY:



Lauterbach & Amen, LLP

CERTIFIED PUBLIC ACCOUNTANTS



January 22, 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 September 30, 2023 and the related statement of changes in fiduciary net position - modified cash basis for the three 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 September 30, 2023

Assets

Cash

Money Market Cash	6,086,633
Total Cash	6,086,633

Receivables

Foreign Taxes	28,624
Investments Sold	1,030,039
Interest and Dividends	22,647,417
Total Receivables	23,706,080

Prepaid Expenses

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

Capital Assets

Investments

US Government, Agency, and Municipal Obligations	1,015,493,947
Domestic Equities	2,729,494,153
International Equities	9,199,996
Domestic Bank Loans	52,225,409
Domestic Corporate Obligations	724,162,349
International Obligations	354,910,514
Commingled Funds	2,311,023,335
Real Estate Funds	445,511,629
Total Investments	7,642,021,332

Deferred Outflows

IMRF GASB 68 Deferred Outflows	49,297
Total Deferred Outflow	49,297

Total Assets & Deferred Outflows	7,671,954,912
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Firefighters' Pension Investment Fund
Statement of Fiduciary Net Position
As of September 30, 2023

Liabilities

Payables

Investments Purchased	8,607,289
Illinois Finance Authority Loan	1,788,919
IMRF GASB 68 Net Pension Liability	338,677
Capitalized Interest	92,731
Payroll Withholding	4,746
State Withholding	80
Total Payables	10,832,442

Accrued Expenses

Accrued Benefits	207,611
General	2,926
Total Accrued Expenses	210,537

Deferred Inflows

Total Liabilities & Deferred Inflows	11,042,979
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Net Position Restricted for Pensions	7,660,911,933
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Firefighters' Pension Investment Fund
Statement of Changes in Net Position - Modified Cash Basis
For the Three Months Ended September 30, 2023

Additions	
Investment Income	
From Investing Activities	
Interest, Dividend and Other	37,982,790
Net appreciation (depreciation) in fair value of investments	<u>(295,778,457)</u>
Investment Activity Gain (Loss)	<u>(257,795,667)</u>
Less Direct Investment Expense	<u>(164,422)</u>
Net Investment Activity Gain (Loss)	<u>(257,960,089)</u>
 Contributions	
Article 4 Funds Transfers In	\$ <u>126,666,364</u>
Total Contributions	126,666,364
 Total Additions	
	(131,293,725)
Deductions	
Personnel	(267,096)
Professional Services	(62,266)
Operations	<u>(106,472)</u>
Total Operation Expenses	(435,834)
 Total Expenses	
	(435,834)
 Transfer to Local Funds	 (127,497,600)
 Total Deductions	
	(127,933,434)
Net Increase (Decrease)	
	(259,227,159)
Net Position Restricted For Pension	
Beginning of the Year	7,920,139,092
 End of the Period	
	7,660,911,933

Firefighters' Pension Investment Fund

Expense Report as of September 30, 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>
FPIF Home Office Operations					
Staff					
Executive Director	\$ 24,634.00	24,634.16	73,902.00	73,902.56	295,610.00
Senior Portfolio Officer	12,599.00	12,599.33	37,798.00	37,798.03	151,192.00
Chief Operating Officer	14,053.00	14,053.08	42,159.00	42,159.28	168,637.00
Chief Financial Officer	15,022.00	15,022.25	45,067.00	45,066.75	180,267.00
Member Services Officer	6,889.00	6,888.75	20,666.00	20,666.25	82,665.00
Payroll Taxes	3,876.00	6,320.16	13,229.00	18,960.56	75,842.00
Staff Benefits	13,563.00	17,432.00	34,275.00	52,296.00	209,184.00
Total Staff	90,636.00	96,949.73	267,096.00	290,849.43	1,163,397.00
Professional Services					
Accounting & Payroll Services	0.00	5,833.33	0.00	17,500.03	70,000.00
Legal Services	10,407.00	11,666.66	10,407.00	35,000.06	140,000.00
Legal Services - Article 3&4 Litigation	6,483.00	5,000.00	6,483.00	15,000.00	60,000.00
Investment Consulting Services	0.00	34,166.66	0.00	102,500.06	410,000.00
Bank & Investment Transaction Fees	26.00	250.00	26.00	750.00	3,000.00
Private Markets Consulting Services	0.00	45,833.33	0.00	137,500.03	550,000.00
Auditing Services	0.00	4,791.66	0.00	14,375.06	57,500.00
Temporary Services	0.00	833.33	350.00	2,500.03	10,000.00
Custody Services	0.00	46,791.66	0.00	140,375.06	561,500.00
Actuarial Services	0.00	13,583.33	0.00	40,750.03	163,000.00
Custody - Cash Management & Reporting	0.00	11,708.33	0.00	35,125.03	140,500.00
Statutory Audits of Article 4 Funds	0.00	20,833.33	45,000.00	62,500.03	250,000.00
Election Expense	0.00	500.00	0.00	1,500.00	6,000.00
Total Professional Services	16,916.00	201,791.62	62,266.00	605,375.42	2,421,500.00
Operations					
Rent Expense	4,622.00	4,420.41	13,865.00	13,261.31	53,045.00
Furniture Expense	0.00	416.66	0.00	1,250.06	5,000.00
Computer/Equipment Expense	0.00	625.00	0.00	1,875.00	7,500.00
Telecommunications Expense	0.00	250.00	188.00	750.00	3,000.00
Utilities Expense	443.00	500.00	1,330.00	1,500.00	6,000.00
IT Professional Services	456.00	1,429.50	3,526.00	4,288.50	17,154.00
Software Purchases	0.00	8,675.00	42,314.00	26,025.00	104,100.00
Website Development/Hosting Expense	0.00	666.66	0.00	2,000.06	8,000.00

Firefighters' Pension Investment Fund Expense Report as of September 30, 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	852.00	833.33	1,214.00	2,500.03	10,000.00
Director & Officer Insurance	0.00	7,100.00	0.00	21,300.00	85,200.00
Business Insurance	0.00	366.66	0.00	1,100.06	4,400.00
Board Expenses	0.00	250.00	0.00	750.00	3,000.00
Staff Training	0.00	250.00	0.00	750.00	3,000.00
Board Education	0.00	250.00	0.00	750.00	3,000.00
Subscriptions Expense	3.00	1,083.33	1,035.00	3,250.03	13,000.00
Interest Expense	42,658.00	8,333.33	42,658.00	25,000.03	100,000.00
Shipping, Postage & Supplies	0.00	416.66	342.00	1,250.06	5,000.00
Total Operations	49,034.00	35,866.54	106,472.00	107,600.14	430,399.00
Total FPIF Home Office Operations	156,586.00	334,607.89	435,834.00	1,003,824.99	4,015,296.00
Investment Manager Fees					
Investment Management Fees	0.00	382,084.16	0.00	1,146,252.56	4,585,010.00
Total Investment Manager Fees	0.00	382,084.16	0.00	1,146,252.56	4,585,010.00
Total Expenses	156,586.00	716,692.05	435,834.00	2,150,077.55	8,600,306.00



Other Supplementary Information

Firefighters' Pension Investment Fund
Statement of Changes in Net Position - Modified Cash Basis
For the Three Months Ended September 30, 2023

	YTD	MTD	FYE Average 3 Months
Additions			
Investment Income			
From Investing Activities			
Interest, Dividend and Other	37,982,790	13,044,421	12,660,930
Net appreciation (depreciation) in fair value of investments	(295,778,457)	(301,532,836)	(98,592,819)
Investment Activity Gain (Loss)	(257,795,667)	(288,488,415)	(85,931,889)
Less Direct Investment Expense	(164,422)	(70,519)	(54,807)
Net Investment Activity Gain (Loss)	(257,960,089)	(288,558,934)	(85,986,696)
Contributions			
Article 4 Funds Transfers In	\$ 126,666,364	\$ 45,077,632	\$ 42,222,121
Total Contributions	126,666,364	45,077,632	42,222,121
Total Additions	(131,293,725)	(243,481,302)	(43,764,575)
Deductions			
Personnel	(267,096)	(90,636)	(89,032)
Professional Services	(62,266)	(16,916)	(20,755)
Operations	(106,472)	(49,034)	(35,491)
Total Operation Expenses	(435,834)	(156,586)	(145,278)
Total Expenses	(435,834)	(156,586)	(145,278)
Transfer to Local Funds	(127,497,600)	(40,959,938)	(42,499,200)
Total Deductions	(127,933,434)	(41,116,524)	(42,644,478)
Net Increase (Decrease)	(259,227,159)	(284,597,826)	(86,409,053)
Net Position Restricted For Pension			
Beginning of the Year	7,920,139,092		
End of the Period	7,660,911,933		