



1919 S. HIGHLAND AVE. • BUILDING A, SUITE 237 • LOMBARD, IL 60148

**MINUTES OF A REGULAR MEETING OF THE
FIREFIGHTERS' PENSION INVESTMENT FUND
AUDIT & COMPLIANCE COMMITTEE
MAY 1, 2024**

A regular meeting of the Firefighters' Pension Investment Fund of Illinois Audit and Compliance Committee was held on Wednesday, May 1, 2024 at 9:00 a.m. at the FPIF Headquarters located at 1919 S. Highland Avenue – Building A, Suite 237, Lombard, Illinois 60148, pursuant to notice.

I. Call to Order

Chairperson Dailly called the meeting to order at 9:00 a.m.

II. Roll Call

Robina Amato took the roll. Trustees Matthew Kink, Greg Knoll and Chairperson Dailly were present, there were no absences.

Also present: Executive Director William Atwood, CFO David Zaloga, COO Steve Zahn, Private Markets Analyst Moshe Latif, Member Services and Financial Reporting Manager Robina Amato, Trustee Kevin Bramwell, Herb Roach, Jason Skilondz, FPIF Staff/Board of Trustees; Craig Goesel and Jake Jemmi, Alliant Insurance Services

III. Public Comment

There was no Public Comment.

IV. Consideration of the February 2, 2024 Meeting Minutes

The Committee reviewed the February 2, 2024 audit and compliance committee meeting minutes. A motion was made by Trustee Kink and seconded by Trustee Knoll to approve the February 2, 2024 meeting minutes as written. Motion carried by roll call vote.

AYES: Trustees Knoll, Kink and Chairperson Dailly

NAYS: None

ABSENT: None

V. Consideration of FPIF Financial Statements

Mr. Zaloga presented the December 2023, January 2024 and February 2024 Monthly Financial Statements to the Committee. The statement of net position for December 31, 2023 had an end of period position of \$8,408,596,819, the six-month expense report as of December 31, 2023 totaling \$2,291,371 and the Vendor Check Report for the period December 1, 2023 through December 31, 2023 for a total disbursement of \$1,090,286.83.

The statement of net position for January 31, 2024 had an end of period position of \$8,394,296,964, the seven-month expense report as of January 31, 2024 totaling \$2,534,356 and the Vendor Check

Report for the period January 1, 2024 through January 31, 2024 for a total disbursement of \$200,516.71.

The statement of net position for February 29, 2024 had an end of period position of \$8,577,244,635, the eight-month expense report as of February 29, 2024 totaling \$2,735,253 and the Vendor Check Report for the period February 29, 2024 through February 29, 2024 for a total disbursement of \$160,601.70.

A motion was made by Trustee Knoll and seconded by Trustee Kink to accept the December 2023, January 2024 and February 2024 financial statements as presented. Motion carried by roll call vote.

AYES: Trustees Knoll, Kink and Chairperson Dailly

NAYS: None

ABSENT: None

VI. Consideration of Revisions to the FY 2024 Budget

Director Atwood presented a memorandum to the Committee detailing proposed revision to the FY 2024 budget. Budget adjustments included Personnel, Benefits, Legal, IT and Investment Management Fees. A motion was made by Trustee Kink and seconded by Trustee Knoll to approve for recommendation to the Board of Trustees the proposed FY 24 budget revisions as presented. Motion carried by roll call vote.

AYES: Trustees Knoll, Kink and Chairperson Dailly

NAYS: None

ABSENT: None

VII. Consideration of D&O Insurance

Craig Goesel and Jake Jemmi with Alliant Insurance Services presented the renewal proposal for the Fiduciary, Crime and Cyber Liability proposal to the Committee. A motion was made by Trustee Knoll and Seconded by Trustee Kink to approve for recommendation to the Board of Trustees renewal of the Fiduciary, Crime and Cyber Liability insurance programs as presented. Motion carried by roll call vote.

AYES: Trustees Knoll, Kink and Chairperson Dailly

NAYS: None

ABSENT: None

VIII. Consideration of Revised Legal Fee Schedule

Director Atwood presented a memorandum regarding the 2024 firmwide rate schedule for Mayer Brown. A motion was made by Trustee Kink and seconded by Trustee Knoll to approve for recommendation to the Board of Trustees the updated 2024 rate schedule as presented. Motion carried by roll call vote.

AYES: Trustees Knoll, Kink and Chairperson Dailly

NAYS: None

ABSENT: None

IX. Discussion on Participating Pension Fund Cash Management Rules

Mr. Zahn reviewed the February 8, 2024 Siren from the Illinois Department of Insurance regarding money market mutual fund accounts for Article 3 and 4 Pension Funds. As a result, the Committee

considered an amendment to section 9-4.4 of the FPIF policies regarding cash management to be posted for first public notice, further discussion will be held at the next scheduled meeting.

X. Discussion on the Assignment of Litigation Costs

The Committee noted further discussion regarding this matter will be held at the next scheduled meeting.

XI. Update on FPIF Cash Flow

Mr. Zaloga presented an analysis of post-transition cash flow between Participating Pension Funds and FPIF for FY2022, FY2023 and FY2024. Net cash flow was positive \$122,257,785; \$223,332,652 and projected to be (\$19,642,911.21) respectively. Mr. Zaloga commented on the difference in cash flow for FY2024 and provided data related to increased withdrawals to member funds post transition. All questions were answered by Mr. Zaloga.

XII. Update on Actuarial Statements

Mr. Zahn provided an update to the Committee regarding fiscal year 2023 actuarial statements to member funds. FPIF has approved and distributed 194 of the 297 fiscal year 2023 actuarial statements to date. Mr. Zahn provided statutory minimum contribution data for individual member funds and answered all questions.

XIII. Other Business

There was no other business to come before the Committee.

XIV. Adjournment

A motion was made by Trustee Knoll and seconded by Trustee Kink to adjourn the meeting at 10:00 a.m. Motion carried by roll call vote.

AYES: Trustees Knoll, Kink and Chairperson Dailly

NAYS: None

ABSENT: None