



# Illinois Police Officers' Pension Investment Fund

Annual Comprehensive Financial Report



For the Years Ended  
June 30, 2024 and 2023



# Illinois Police Officers' Pension Investment Fund

Annual Comprehensive Financial Report

For the Years Ended June 30, 2024 and 2023



Prepared by the staff of the Illinois Police Officers'  
Pension Investment Fund

Cover photo by Mike Zarnek

# Table of Contents

	Page(s)
<b>Introductory Section</b>	
Vision, Mission and Core Values .....	5
Members of the Board of Trustees.....	6
Members of Administrative Staff .....	7
Professional Consultants and Service Providers.....	8
Organization Chart.....	9
Certificate of Achievement .....	10
Letter of Transmittal .....	11
<b>Financial Section</b>	
Independent Auditor’s Report .....	17
Management Discussion And Analysis.....	21
Basic Financial Statements	
Statements of Fiduciary Net Position.....	28
Statements of Changes in Fiduciary Net Position .....	29
Notes to Financial Statements.....	30
Required Supplementary Information	
Schedule of Employer Contributions, Illinois Municipal Retirement Fund.....	50
Schedule of Changes in the Employer’s Net Pension Liability and Related Ratios, Illinois Municipal Retirement Fund .....	51
Supplementary Information	
Detailed Schedule of Administrative Expenses	
Budget Amounts and Actual Incurred.....	53
<b>Investment Section</b>	
State Street Bank and Trust Company Investment Letter .....	57
Verus Advisory, Inc. Investment Letter.....	58
Investment Policy .....	63
Investment Portfolio Summary .....	68
Performance Summary. ....	69
Ten Largest Equity Investment Holdings.....	71
Ten Largest Fixed Income Investment Holdings .....	72
Equity Brokerage Commissions .....	73
Fixed Income Par Value Traded.....	73
Schedule of Investment Fees .....	74
<b>Statistical Section</b>	
Article 3 Police Pension Funds.....	76
Illinois Map of Article 3 Funds by County.....	80
Article 3 Funds Population Trends and Net Balance per Fund.....	81
Article 3 Funds Population by Range .....	91
Changes in Fiduciary Net Position.....	92
Principal Employers .....	93
Demographic and Economic Statistics .....	94



# Introductory Section



# Vision, Mission and Core Values

The Board of Trustees adopted a Strategic Plan for the period of 2024-2026 and the plan outlines the vision, mission, core values, strategic goals and objectives of IPOPIF.



## VISION:

To be a high performing and trusted provider of institutional investment services to our members, beneficiaries, employers, and taxpayers.



## MISSION:

Build and maintain the long-term stability of the investment fund to enable our partners to meet financial obligations and fund pension benefits for participants and beneficiaries.



## CORE VALUES:

- Accountability
- Stewardship
- Excellence
- Trust
- Respect



# Illinois Police Officers' Pension Investment Fund Members of the Board of Trustees

June 30, 2024

**Scott Bowers**, Trustee  
Police Officer, Peoria Police Department

**Lee Catavu**, Trustee and Board Secretary  
Sergeant, Aurora Police Department

**Brad Cole**, Trustee  
Executive Director, Illinois Municipal League

**Elizabeth Holleb**, Trustee  
Director of Finance, City of Lake Forest

**Daniel Hopkins**, Trustee  
Retired Police Officer, Collinsville Police Department

**Michael Inman**, Trustee  
Mayor, City of Macomb

**Mark Poulos**, Trustee  
Retired Police Lieutenant, Rock Island Police Department

**Phil Suess**, Trustee and Board Chairperson  
Mayor, City of Wheaton

**Paul Swanlund**, Trustee and Board Vice Chairperson  
Detective, Bloomington Police Department



**From left to right:** Paul Swanlund, Lee Catavu, Scott Bowers, Phil Suess, Daniel Hopkins, Mark Poulos, Brad Cole, Michael Inman

**Not pictured:** Elizabeth Holleb



# Members of Administrative Staff

**Richard A. White, Jr.**

Executive Director

**Kent F. Custer**

Chief Investment Officer

**Regina Tuczak**

Assistant Executive Director/Chief Financial Officer

**Greg Turk**

Deputy Chief Investment Officer

**Amy Zick**

Senior Accountant

**Steve Yoon**

Investment Officer

**Barbara Meyer**

Investment Officer

**Kate Cobb**

Administrative Analyst

**Samantha Lambert**

Administrative Analyst

**Joseph Miller**

Information Technologist



**From left to right:** Barbara Meyer, Samantha Lambert, Amy Zick, Steve Yoon, Richard White, Kent Custer, Greg Turk, Regina Tuczak, Joseph Miller, Kate Cobb

# List of Professional Consultants and Service Providers

As of June 30, 2024

## **Accounting and Human Resources Support Services**

Lauterbach & Amen, LLP

## **Actuarial Services**

Foster & Foster Consulting Actuaries, Inc.

## **Banking Services**

Lake Forest Bank & Trust Company, N.A.

## **Certified Public Accountants**

Sikich CPA LLC

## **Communication Consulting Services**

Shepherd Public Relations, LLC

## **Commercial Insurance Broker**

Cook Castle Associates, LLC.

## **Election Services**

Survey and Ballot Systems

## **Employee Benefits**

Assured Partners

Employee Benefits Corporation

Health Care Service Corporation

TransAmerica

Trionfo Solutions, LLC

## **Fiduciary Legal Counsel**

Jacobs, Burns, Orlove & Hernandez, LLP

## **General Legal Counsel Services**

Reimer Dobrovolny & LaBardi, PC

## **Government Liaison Services**

Vision M.A.I. Consulting

## **Information Technology Services**

Levi, Ray & Shoup, Inc.

Pension Technology Group LLC

## **Investment Custodian Services**

State Street Bank & Trust Company

## **Investment Consulting Services**

Verus Advisory, Inc.

## **Investment Management Services**

Acadian Asset Management LLC

Ares Management LLC

Aristotle Pacific Capital LLC

LSV Asset Management

Principal Life Insurance Company

Rhumblin Advisors Limited Partnership

State Street Global Advisors Trust Company

WCM Investment Management, LLC

## **Office Services**

ADP, Inc.

AmeriCall Communications Company, Inc.

AT&T

Central Illinois Security, Inc.

CityBlue Technologies, LLC

City of Peoria

Comcast Holdings Corporation

Confidential Security Corporation

Diligent Corporation

Lincoln Office, LLC

Next Request, LLC

ODP Business Solutions, LLC

Sound and Light Creations

The Cleaning Source Peoria LLC

Thomas Reuters, Accounting CS Professional Suite

## **Printing and/or Design Services**

Tamayo Design, Inc.

## **Investment Database Services**

eVestment Alliance, LLC

MSCI, Inc.

## **Project Management and Team Development**

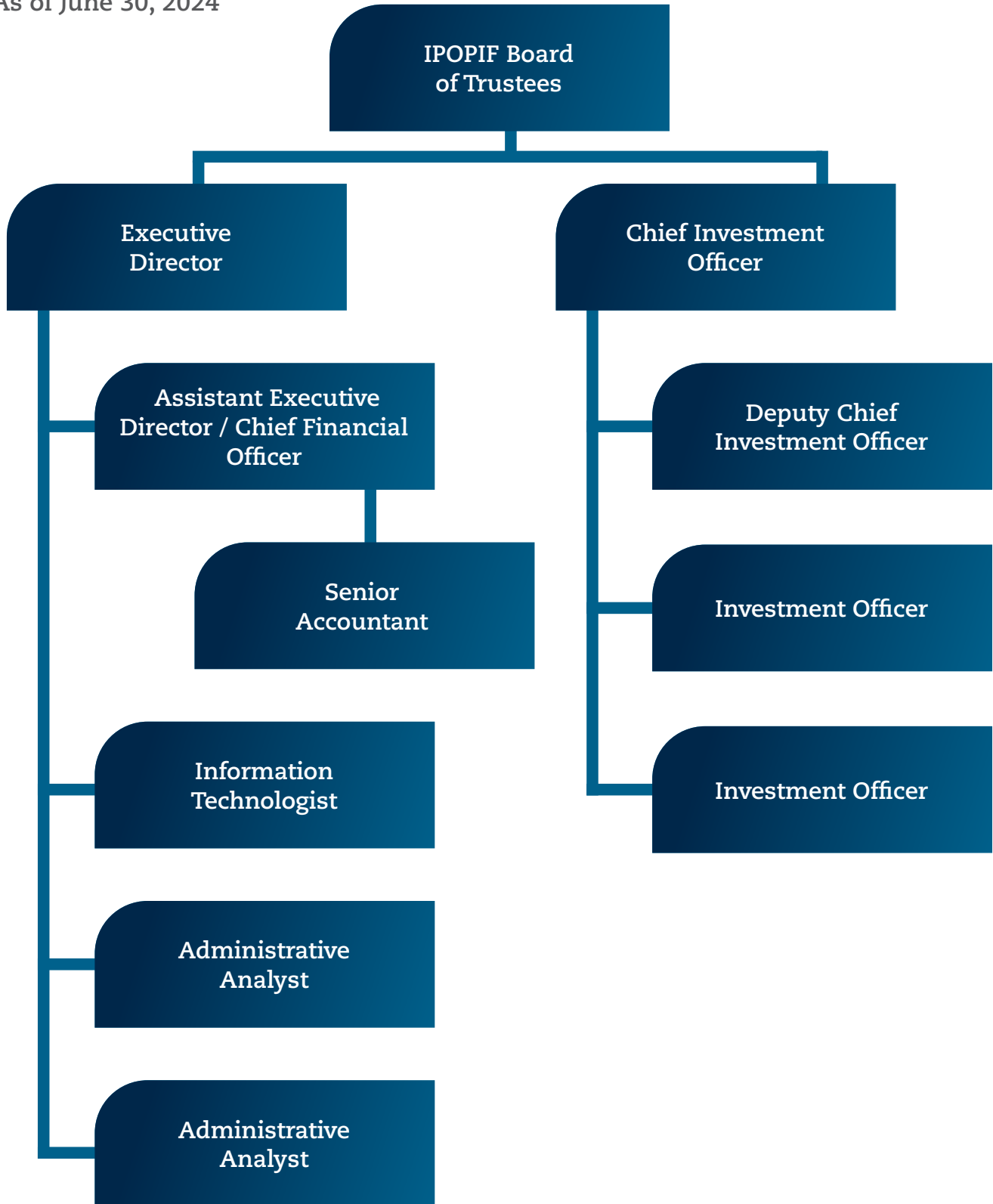
MCS Consulting LLC





# Organizational Chart

As of June 30, 2024



Investment professionals and fees for those who provide investment services to the Fund are listed on page 74. Brokerage commissions are listed on page 73.





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Illinois Police Officers' Pension Investment Fund**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2023

*Christopher P. Morill*

Executive Director/CEO



# Letter of Transmittal

December 16, 2024

Board of Trustees  
Illinois Police Officers' Pension Investment Fund  
456 Fulton Street, Suite 402  
Peoria, IL 61602

Dear Board Trustees,

I am pleased to present the Annual Comprehensive Financial Report of the Illinois Police Officers' Pension Investment Fund (the Fund or IPOPIF) as of and for the years ended June 30, 2024, and 2023. The information contained in this report is intended to provide a detailed overview of the Fund's financial and investment results for the fiscal years ended June 30, 2024, and 2023.

In accordance with 40 ILCS 5/22B-125, at least annually, the books, records, accounts, and securities of the Fund shall be audited by a certified public accountant selected by the board and conducted in accordance with the rules and procedures promulgated by the Governmental Accounting Standards Board.

To the best of my knowledge and belief, the enclosed data are accurate in all material respects, and are reported in a manner designed to present fairly the financial position and changes in financial position of the Fund in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America, by a firm of licensed certified public accountants.

Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rest with Fund Management, and shall be based on a comprehensive framework of internal controls that is established for this purpose.

Because the cost of control should not exceed the benefits to be derived, the objective is to provide reasonable, rather than absolute assurance, that the financial statements are free of any material misstatements. Management is responsible for maintaining a system of adequate internal accounting controls designed to maintain accountability of assets and to permit preparation of financial statements in accordance with GAAP.

I believe the internal controls in effect during this fiscal period ended June 30, 2024, adequately safeguard the Fund's assets, and provide reasonable assurance regarding the proper recording of financial transactions. All disclosures necessary to enable the reader to gain an understanding of the Fund's financial activities have been included.

## Board Members

### **Scott Bowers**

*Participant Representative*  
Peoria, IL

### **Lee Catavu**

*Participant Representative*  
Aurora, IL

### **Paul Swanlund**

*Participant Representative*  
Bloomington, IL

### **Daniel Hopkins**

*Beneficiary Representative*  
Collinsville, IL

### **Mark Poulos**

*Beneficiary Representative*  
Rock Island, IL

### **Elizabeth Holleb**

*Municipal Representative*  
Lake Forest, IL

### **Michael Inman**

*Municipal Representative*  
Macomb, IL

### **Phil Suess**

*Municipal Representative*  
Wheaton, IL

### **Brad Cole**

*Illinois Municipal League  
Representative*  
Carbondale, IL



Sikich CPA LLC, Independent Certified Public Accountants, has issued an unmodified opinion on the Fund's financial statements for the fiscal period ended June 30, 2024. Sikich LLP, Independent Certified Public Accountants, issued an unmodified opinion on the Fund's financial statements for the fiscal period ended June 30, 2023. The Independent Auditors' Report is located at the front of the Financial Section of the report.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Fund's MD&A can be found immediately following the report of the independent auditors.

## Introduction

Effective January 1, 2020, Public Act 101-0610 amended the Illinois Pension Code and provided for the mandatory consolidation of the investment assets of the downstate and suburban public safety pension funds into two investment pools, one for police officers (known as Article 3 Funds) and one for firefighters (known as Article 4 funds).

The law created the Illinois Police Officers' Pension Investment Fund (the Fund) that is responsible for the consolidation of the investment assets of the 357 Article 3 police pension funds and vests the Fund's Board of Trustees with the authority to "manage the reserves, funds, assets, securities, properties and monies" of the approximately \$9.5 billion in pension fund assets, the estimated value at inception of the Fund.

The law does not take away the local funds' exclusive authority to award disability benefits, retirement benefits and survivor benefits and stipulates that the assets and liabilities of local pension funds will remain under the ownership of each local pension board. The pension fund assets are combined for investment purposes only with the express purpose of eliminating unnecessary and redundant administrative costs, thereby ensuring more money is available to fund pension benefits for the beneficiaries of the Article 3 pension funds. The pension fund assets of the participating pension funds cannot be accessed by the state and are to be maintained in accounts held outside the state treasury.

The investment fund is governed by an independently elected and autonomous board of trustees that is charged with the operation and administration of the Fund. As provided for under the statute, the trustees of the Fund shall:

- a.** be fiduciaries for the participants and beneficiaries of the Article 3 participating funds and shall discharge their duties with respect to the pension fund solely in the interest of the participants and beneficiaries,
- b.** take all reasonable steps to ensure that all of the Article 3 participating funds are treated equitably, and
- c.** ensure that the financial condition of one participating pension fund will have no effect on the financial condition of any other participating pension fund.





## Major Initiatives and Significant Events

### Board of Trustees:

The IPOPIF is governed by an independent and autonomous Board of Trustees. The Trustees of the IPOPIF are fiduciaries and will discharge their duties with integrity and solely in the best interest for the participants and beneficiaries of the Article 3 participating funds. The members of the Board of Trustees, as of June 30, 2024, are:

- a. Three members representing municipalities who are mayors, presidents, chief executive officers, chief financial officers, or other officers, executives, or department heads of municipalities:
  - i. Elizabeth Holleb, Municipal Representative, Director of Finance, City of Lake Forest
  - ii. Michael Inman, Municipal Representative, Mayor, City of Macomb
  - iii. Phil Suess, Chairperson, Municipal Representative, Mayor, City of Wheaton
- b. Three members representing participants and who are participants:
  - i. Scott Bowers, Participant Representative, Police Officer, Peoria Police Department
  - ii. Lee Catavu, Secretary, Participant Representative, Sergeant, Aurora Police Department
  - iii. Paul Swanlund, Vice Chairperson, Participant Representative, Detective, Bloomington Police Department
- c. Two members representing beneficiaries and who are beneficiaries:
  - i. Daniel Hopkins, Beneficiary Representative, Retired Officer, Collinsville Police Department
  - ii. Mark Poulos, Beneficiary Representative, Retired Lieutenant, Rock Island Police Department
- d. One member who is a representative of the Illinois Municipal League:
  - i. Brad Cole, Illinois Municipal League Representative, Executive Director of the Illinois Municipal League, City of Carbondale

### Meetings of the Board of Trustees

The Board of Trustees held nine Board meetings during this fiscal year period. The Board of Trustees scheduled quarterly meetings of the Audit and Budget Committee, Contract Committee, Education Committee, Governance Committee, Legislative Committee, and Litigation Committee during this fiscal year period. Meetings of the Board of Trustees and Committees were conducted as in-person meetings, in accordance with the Open Meetings Act and were available via the Zoom digital platform.

### Administration of the Fund

As of June 30, 2024, the Fund had an approved staffing level of thirteen full-time employees with ten full-time employees on staff at the Fund.

With the addition of full-time staff in the fiscal year, several significant functions performed by service providers in prior fiscal years were assumed by staff. These functions included accounting and financial services, information technology support, and plan administrative services. To assist in the successful transition of these services to internal staff, appropriate computer software, hardware and other essential infrastructure purchases were made and are included as administrative expenses within the statements of changes in fiduciary net position.

### Budget

The Board of Trustees approves the Fund's annual budget, following the statutory requirements. The Board of Trustees adopted the budget on June 9, 2023, for the 2024 Fiscal Year in the amount of \$5,993,733; and adopted a revised budget on March 8, 2024, in the amount of \$6,257,681.

## Investments

During the fiscal year, the Investment Policy Statement was revised to reflect allocation changes within the Growth, Income and Risk Mitigation Asset Classes. In addition, two requests for proposals were initiated and completed for investment managers in the Growth and Income Asset Classes. Based on the work performed by the Fund's investment staff and Investment Consultant on these searches, the Board of Trustees hired five new investment managers. At their December 15, 2023, meeting, the Board of Trustees hired Acadian Asset Management, LLC, LSV Asset Management, and WCM Investment Management, LLC to actively manage a 5.0% allocation to the International Small Cap portfolio. At their February 9, 2024, meeting, the Board of Trustees hired Ares Management LLC and Aristotle Pacific Capital to actively manage a 3.0% allocation to Bank Loans.

During the fiscal year ending June 30, 2024, the Fund's investment portfolio earned \$61.8 million of interest and dividend income and \$1,050 million of net appreciation in the fair value of investments. The Fund's Growth Asset class portfolio, consisting of equity securities, benefited significantly from strong returns as the upward trend for risk assets late in calendar year 2023 continued into the first six months of calendar year 2024. Steady declines in inflation and persistent economic growth, met with some loosening of the labor market, brought economic conditions closer to normal pre-pandemic conditions. Reflective of these economic conditions, the Fund's Income and Risk Mitigation Asset class portfolios, consisting primarily of credit and fixed income securities, made meaningful contributions to the Fund's investment performance. All asset classes except real estate experienced positive returns with the Fund earning a net money weighted rate of return of 11.8% in fiscal year 2023, as compared to its policy benchmark of 12.0% and the broad benchmark of 13.1%, which reflect a higher equity exposure than the Fund's investment allocation.

## Litigation

A legal challenge to the constitutionality of Public Act 101-0610 (the Public Act) commenced on February 23, 2021, which alleged that Public Act 101-0610 violated the Pension Protection Clause and the Takings Clause of the Illinois Constitution. On May 25, 2022, the Circuit Court of the Sixteenth Judicial Circuit, Kane County, issued a written order finding that Public Act 101-0610 does not violate the Illinois Constitution. On February 7, 2023, the Appellate Court issued an opinion affirming the Circuit Court's order. On January 19, 2024, the Illinois Supreme Court affirmed the judgement of the Appellate Court, thereby affirming the Circuit Court's order and upholding the constitutionality of Public Act 101-0610.

## Awards

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Fund for its annual comprehensive financial report for the fiscal year ended June 30, 2023. This was the first year that the Fund has applied for and achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government or government agency must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.





## Acknowledgements

Thank you to the staff and professional consultants who worked under the leadership of the Board of Trustees to prepare the fiscal year 2024 financial statements, and the production of this report. We also thank all of those who work with and on behalf of the Fund throughout the year in many different capacities to assist the Fund perform all statutory responsibilities and serve the membership with dedication and distinction.

## Request for Information

This financial report is designed to provide the Fund Board of Trustees, our membership, taxpayers, and stakeholders with a general overview of the Fund's finances. Questions concerning any of the information in this report or requests for additional information should be addressed to:

Illinois Police Officers' Pension Investment Fund  
456 Fulton Street, Suite 402  
Peoria, IL. 61602

**Email:** [info@ipopif.org](mailto:info@ipopif.org)

Respectfully submitted,



Richard A. White, Jr.  
Executive Director



# Financial Section



# Auditor's Opinion



1415 West Diehl Road, Suite 400  
Naperville, IL 60563  
630.566.8400

[SIKICH.COM](http://SIKICH.COM)

**CERTIFIED PUBLIC ACCOUNTANTS & ADVISORS**  
*Members of American Institute of Certified Public Accountants*

## INDEPENDENT AUDITOR'S REPORT

The Honorable Chairman  
Members of the Board of Trustees  
Illinois Police Officers' Pension Investment Fund  
Peoria, Illinois

### Opinions

We have audited the financial statements of the Illinois Police Officers' Pension Investment Fund (the Fund) as of June 30, 2024, and the related notes to financial statements, which collectively comprise the basic financial statements as listed in the accompanying table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the fiduciary net position of the Illinois Police Officers' Pension Investment Fund as of June 30, 2024, and the changes in fiduciary net position for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

### Prior Period Financial Statements

The financial statements of the Fund as of June 30, 2023 were audited by Sikich LLP, whose report dated December 15, 2023, expressed an unmodified opinion of those financial statements. Effective as of April 30, 2024, Sikich LLP reorganized and transferred its attest practice to Sikich CPA LLC, a Virginia limited liability company.

### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

ACCOUNTING TECHNOLOGY ADVISORY



In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.



## Other Matters

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fund's basic financial statements. The supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The audit as of and for the period ended June 30, 2023, was conducted for the purpose of forming opinions on the basic financial statements that collectively comprise the Fund's basic financial statements. The supplemental information as of and for the year-end June 30, 2023, is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplemental information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements.

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements by Sikich LLP and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In the opinion of Sikich LLP, the supplemental information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.





*Other Information*

Management is responsible for the other information included in the annual report. The other information comprises the introductory section, investment section, and statistical section, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

*Sibich CPA LLC*

Naperville, Illinois  
December 16, 2024



# Management Discussion and Analysis (Unaudited)

Management is pleased to provide this discussion and analysis for the financial activities of the Illinois Police Officers' Pension Investment Fund (the Fund) for the periods ended June 30, 2024, 2023, and 2022. Readers should review the information presented here in conjunction with the additional information provided in the letter of transmittal. This correspondence is intended to serve as an introduction to the Fund's basic financial statements and notes to the financial statements. The Annual Comprehensive Financial Report (ACFR) also contains other information in addition to the basic financial statements.

The Fund was created on December 18, 2019, when Illinois Governor JB Pritzker signed into law Article 22(B) within Chapter 40, Article 5 of the Illinois Compiled Statutes (ILCS). The law, Public Act 101-0610, provided for the mandatory consolidation of the investment assets of the state's public safety pension funds into two investment funds one for police officers (ILCS Article 3) and one for firefighters (ILCS Article 4). Furthermore, this law empowered the Fund's Board of Trustees to "manage the reserves, funds, assets, securities, properties and monies" which was initially estimated to represent approximately \$9.5 billion in pension assets once all assets fully transferred.

At the December 9, 2022, Board meeting, the Board confirmed December 31, 2022, as the closing date for the transition period of participating pension funds transfer of investment assets to the Fund. As of December 31, 2022, 328 ILCS Article 3 Funds had transferred their investment assets to the Fund, with investment transfers that totaled approximately \$8.56 billion. Four additional ILCS Article 3 Funds transferred assets to the Fund as of June 30, 2023, with investment transfers of approximately \$35 million. One additional ILCS Article 3 Fund transferred assets to the Fund in August of 2023, with an investment transfer of approximately \$13 million.

The Board of Trustees continues to accommodate transfers of assets from ILCS Article 3 Funds that have not yet transferred their investments to the Fund.

## Overview of Financial Statements and Accompanying Information

This discussion and analysis are intended to serve as an overview to the Fund's financial reporting which is comprised of the following components:

- 1. Basic Financial Statements:** This information presents the plan net position held in trust for pool participants for the Fund as of June 30, 2024, and 2023. This financial information also summarizes the changes in plan net position held in trust for pool participants for the fiscal periods then ended.
- 2. Notes to Basic Financial Statements:** The notes to the financial statements provide additional information that is essential to achieve a full understanding of the data provided in the basic financial statements.
- 3. Required Supplementary Information:** The required supplementary information provides information on the employer's contribution to the pension plan and changes in the employer's net pension liability and related ratios.
- 4. Supplementary Information:** The supplementary information provides a Detailed Schedule of Administrative Expenses – Budget Amounts and Actual Incurred. As the Fund grows in assets and activities, more information will be provided in this section.
- 5. Investment Section:** The Investment section of the report provides information pertaining to the Fund's investment activities for the fiscal period. As the Fund increases its allocations to active investment management, more information will be provided in this section.
- 6. Statistical Section:** The Statistical section of the report is included to provide additional historical trend information to review the Fund's past financial performance. Additionally, this section includes helpful Demographic and Economic information for context compared to the Fund's information.



## Financial Highlights

The basic financial statements are prepared in accordance with accounting principles generally accepted in the United States of America as established by the Governmental Accounting Standards Board (GASB). Information is presented for all audited time periods ended June 30, 2024, 2023, and 2022. Information presented and discussed below is designed to focus on events of the most current year while providing explanations of changes from the prior reporting periods.

## Fiduciary Net Position

The Statement of Fiduciary Net Position is presented for the Fund as of June 30, 2024, and 2023, and the financial statements reflect the resources available as of these dates.

A summary of the Fund's Statements of Fiduciary Net Position as of June 30, 2024, 2023 and 2022 is presented below:

	2024	2023	2022
Cash and Investments	\$ 10,535,442,749	\$ 9,383,770,015	\$ 2,723,869,176
Receivables	3,745,762	3,759,564	19,784,668
	10,539,188,511	9,387,529,579	2,743,653,844
Other Assets — Net IMRF Pension Asset	—	7,426	—
<b>Total Assets</b>	<b>10,539,188,511</b>	<b>9,387,537,005</b>	<b>2,743,653,844</b>
Deferred Outflows of Resources	801,936	80,309	—
Accounts Payable & Accrued Payroll	1,603,075	1,021,294	1,401,774
IFA Loan Payable (including Capitalized Interest)	—	—	7,503,635
Net IMRF Pension Liability	801,012	—	—
<b>Total Liabilities</b>	<b>2,404,087</b>	<b>1,021,294</b>	<b>8,905,409</b>
Deferred Inflows of Resources	7,625	—	—
<b>Net Position Held in Trust for Pool Participants</b>	<b>\$ 10,537,578,735</b>	<b>\$ 9,386,596,020</b>	<b>\$ 2,734,748,435</b>

As of June 30, 2022, the Fund had received and reconciled investment assets from 119 Article 3 Police Pension Funds (Participating Pension Funds). As of June 30, 2023, investment assets from 332 Participating Pension Funds had been received and reconciled, representing approximately \$8.60 billion of assets transferred.

As of June 30, 2024, investment assets from 333 Participating Pension Funds had been received and reconciled, representing approximately \$8.61 billion of transferred assets. The increase in cash and investments from June 30, 2023, to 2024, is primarily due to investment performance with net investment income of \$1.11 billion earned during the twelve months ended June 30, 2024.

On December 17, 2021, the Board of Trustees of the Fund adopted an Investment Policy Statement that provided for a short-term and a long-term asset allocation. The short-term allocation accommodated the initial transition of investment assets from Participating Pension Funds and the subsequent buildout of diversified strategies. Since adoption, the Investment Policy Statement has been revised several times, most recently on April 12, 2024, as the Board of Trustees continues to transition the portfolio towards the long-term asset allocation.





During the fiscal year ending June 30, 2023, the Investment Policy Statement was revised to transfer 8% of the portfolio from the Risk Mitigation Asset Class to the Growth Asset Class, which increased public equity allocations in US Large Cap and International Developed, and reduced allocations to Cash, Short-Term Government Credit, and Core Fixed Income.

During the fiscal year ending June 30, 2024, the Investment Policy Statement was revised to reflect allocation changes within the Growth, Income and Risk Mitigation Asset Classes. Within the Growth Class, a 1% allocation increase to International Developed was offset by a 1% reduction to Emerging Market Equity. Within the Income Class, a 3% allocation was made to Bank Loans which was offset by a 3% reduction to High Yield Corporate Credit. Within the Risk Mitigation Class, a 3% allocation was made to US Treasuries which was offset by a 3% reduction to Short-Term Government Credit.

As of June 30, 2023, the Fund's portfolio was primarily invested in commingled index funds that are retirement pooled funds and common trust funds that are passively managed and seek investment returns that approximate as closely as practicable the performance of a specific benchmark. During the year ending June 30, 2024, the Board of Trustees hired three investment managers to actively manage an allocation to International Small Cap and two investment managers to actively manage an allocation to Bank Loans. These portfolios were \$.52 and \$.31 billion, respectively, at June 30, 2024.

Receivables as of June 30, 2023, consist of \$3.7 million of interest and dividend income earned but not yet paid. As of June 30, 2024, receivables consist of \$3.2 million of interest and dividend income earned but not yet paid and \$.5 million of investment securities sold but not yet settled. The increase in receivables due to investments sold but not yet settled is due to three investment trades that transacted prior to June 30, 2024, but had not yet settled.

Prior to the transfer of investment assets from Participating Pension Funds, the only statutorily provided source of funding for the administration and operations of the Fund was a loan agreement with the Illinois Finance Authority (IFA), which provided for up to \$7.5 million of loan distributions. At June 30, 2022, the Fund had drawn all of the allotted \$7.5 million available, and approximately \$3.8 million of these loan distributions were held in cash equivalents as of June 30, 2022. All loan principal and interest was repaid to the IFA on April 3, 2023.

At the July 8, 2022, Board meeting, the Trustees approved staff participation in the Illinois Municipal Retirement Plan (IMRF), an agent multiple-employer public employee retirement system. Participation was effective September 1, 2022. Accordingly, the Fund included deferred outflows related to pensions and a Net IMRF Pension Asset in the June 30, 2023, financial statements based on the actuarial valuation as of December 31, 2022, which reflects activity and enrollments as of December 31, 2022, and for the four months from September 1 to December 31, 2022.

The Fund included deferred outflows and deferred inflows related to pensions and a net IMRF Pension Liability in the June 30, 2024, financial statements based on the actuarial valuation as of December 31, 2023, which reflects a full twelve months of activity and enrollments as of December 31, 2023.

As of June 30, 2024, and 2023, the Fund had accrued expenses of \$1.6 and \$1.0 million, respectively. The additional accrual is due to increased investment manager fees associated with the firms hired by the Board of Trustees to actively manage the International Small Cap portfolio.



## Statement of Changes in Fiduciary Net Position

The Statement of Changes in Fiduciary Net Position is presented for the years ended June 30, 2024, and 2023. The financial statements reflect the changes in the resources available to invest as of June 30, 2024, and 2023.

A summary of the Fund's Statements of Changes in Fiduciary Net Position for the years ended June 30, 2024, 2023, and 2022, is presented below:

	2024	2023	2022
<b>Additions</b>			
Cash and Investments Transferred from Member Funds	\$ 555,244,950	\$ 6,182,414,834	\$ 2,867,186,760
Investment Income (Loss)	1,112,616,510	641,885,924	(127,315,926)
Investment-Related Expenses	(2,992,322)	(2,500,909)	(1,375,257)
Total Additions	1,664,869,138	6,821,799,849	2,738,495,577
<b>Deductions</b>			
Administrative Expenses			
Board of Trustees	\$ 88,684	\$ 75,150	\$ 69,407
Administrative Operations	1,953,016	2,366,515	1,498,749
Investment Operations	878,387	1,149,284	1,053,805
Total Administrative Expenses	2,920,087	3,590,949	2,621,961
Member Fund Withdrawals	510,966,336	166,361,315	—
Total Deductions	513,886,423	169,952,264	2,621,961
Total Net Change	1,150,982,715	6,651,847,585	2,735,873,616
Beginning of Period	9,386,596,020	2,734,748,435	(1,125,181)
Net Position Held in Trust for Pool Participants			
End of Period	\$ 10,537,578,735	\$ 9,386,596,020	\$ 2,734,748,435



## Additions

For the twelve months ending June 30, 2024, and 2023, there were 1 and 214, respectively, Participating Pension Funds that transferred investment assets to the Fund, with market values of \$13 and \$5,725 million, respectively.

In accordance with the Fund's cash management policy PP-2022-01, Participating Pension Funds may contribute cash to the Fund's custodial account with State Street Bank & Trust Company (State Street Bank) on any day the custodian is open for business. During the fiscal years ending June 30, 2024, and 2023, Participating Funds contributed approximately \$542 and \$456 million, respectively, of cash to the Fund through approximately 1,749 and 870 transactions.

During the fiscal year ending June 30, 2023, the Fund's investment portfolio earned \$62.0 million of interest and dividend income and \$580 million of net appreciation in the fair value of investment assets. The challenging market environment of fiscal year 2022 continued into the early months of fiscal year 2023, however, market conditions improved at the end of calendar year 2022, with strong economic growth. Momentum continued into the first six months of 2023, with inflation gradually declining, a strong labor market and the first rate pause from the Federal Reserve. The market recovery was felt across the Fund's investment portfolio with all allocations experiencing positive returns in the last six months of the fiscal year. The Fund had a net money weighted rate of return of 8.9% in fiscal year 2023, which was consistent with its policy benchmark of 8.8%, but underperformed its broad benchmark of 11.0%, which reflected a higher equity exposure than the Fund's investment allocation.

During the fiscal year ending June 30, 2024, the Fund's investment portfolio earned \$61.8 million of interest and dividend income and \$1,050 million of net appreciation in the fair value of investments. The Fund's Growth Asset class portfolio, consisting of equity securities, benefited significantly from strong returns as the upward trend for risk assets late in calendar year 2023 continued into the first six months of calendar year 2024. Steady declines in inflation and persistent economic growth, met with some loosening of the labor market, brought economic conditions closer to normal pre-pandemic conditions. Reflective of these economic conditions, the Fund's Income and Risk Mitigation Asset class portfolios, consisting primarily of credit and fixed income securities, made meaningful contributions to the Fund's investment performance. All asset classes except real estate experienced positive returns with the Fund earning a net money weighted rate of return of 11.8% in fiscal year 2023, as compared to its policy benchmark of 12.0% and the broad benchmark of 13.1%, which reflects a higher equity exposure than the Fund's investment allocation.

## Deductions

In accordance with the Fund's cash management policy, Participating Pension Funds may withdraw cash from the Fund's custodial account with State Street Bank to meet the needs of administering Article 3 Police Pension Fund requirements. Cash withdrawal requests shall be submitted at least seven calendar days prior to the requested transfer date, and Participating Pension Funds shall initiate withdrawals using the cash management portal maintained by the custodian. The first withdrawals from Participating Pension Funds occurred in July of 2022 and have significantly increased in volume and dollar amount throughout the last two fiscal years. Cash withdrawal transactions were \$511 and \$166 million, in fiscal years 2024, and 2023, respectively, representing 2,113 and 747 transactions, respectively.

The Fund's administrative expenses in fiscal years 2024 and 2023, were \$2.9 and \$3.6 million, respectively. Administrative expenses in fiscal year 2023 included \$1.5 million of professional service fees to complete 6 Tranches of investment asset transfers from Article 3 Pension Funds, as required by the Illinois Pension Code 40 ILCS/5 Article 22(B). There were no professional service fees associated with transfers of investment assets in fiscal year 2024.

As of June 30, 2024, and 2023, there were 10 and 7 full-time employees of the Fund, respectively. The increase in full-time staff, which assumed some responsibilities previously performed by professional service providers such as information technology support, and finance and accounting services, contributed to the increase in personnel costs of \$.63 million during fiscal year 2024.



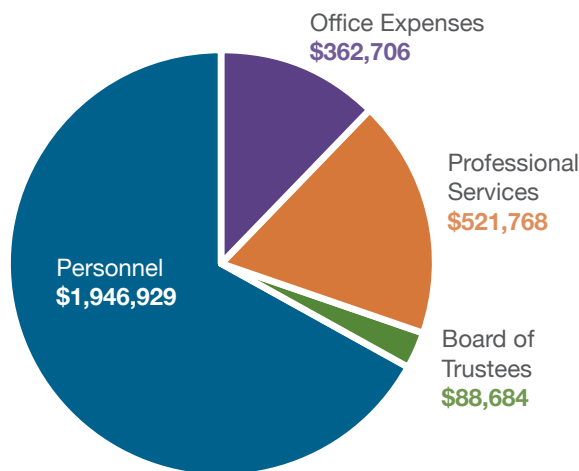


With an investment portfolio that increased from \$9,384 to \$10,535 million during fiscal year 2024, investment related expenses increased from \$2.5 million to \$3.0 million from fiscal year 2023 to fiscal year 2024. With the conclusion of the transition period on December 31, 2022, transition management fees were \$.8 million in fiscal year 2023, and \$0 in fiscal year 2024. Investment manager fees were \$2.1 million and \$.8 million in fiscal years 2024, and 2023, respectively. The increased investment manager fees reflect the higher investment values in fiscal year 2024, and the hiring of investment firms by the Board of Trustees to actively manage the International Small Cap portfolio. Fees directly paid to the new managers were approximately \$.9 million during fiscal year 2024.

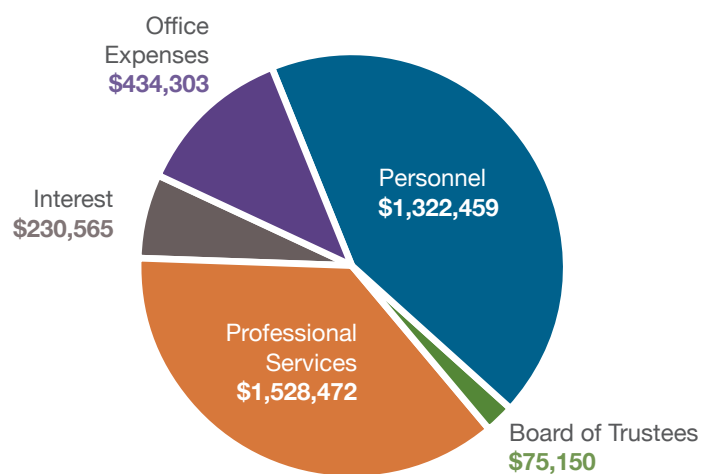
Investment-related expenses are presented as a reduction of investment performance income (loss) and include custodian expenses, investment manager expenses, investment consultant fees, and transition management services. All other administrative expenses are presented in three categories consisting of Board of Trustees Expense, Investment Operations Expense and Administrative Operations Expense.

Further depiction of the Fund's total administrative expenses for each of the periods ending June 30, 2024, and 2023, is presented below:

**FY 2024 Expenses**



**FY 2023 Expenses**



## Future Outlook

A legal challenge to the constitutionality of Public Act 101-0610 (the Public Act) commenced on February 23, 2021, which alleged that Public Act 101-0610 violated the Pension Protection Clause and the Takings Clause of the Illinois Constitution. On May 25, 2022, the Circuit Court of the Sixteenth Judicial Circuit, Kane County, issued a written order finding that Public Act 101-0610 does not violate the Illinois Constitution. On February 7, 2023, the Appellate Court issued an opinion affirming the Circuit Court's order. On January 19, 2024, the Illinois Supreme Court affirmed the judgement of the Appellate Court, thereby affirming the Circuit Court's order and upholding the constitutionality of Public Act 101-0610. With the final ruling by the Illinois Supreme Court, the Fund completed for one final transition of investment assets from ILCS Article 3 Funds on October 1, 2024. Approximately \$1.6 billion of investment assets were transferred from 18 ILCS Article 3 Funds.

With all investment transfers complete, the Board of Trustees, with guidance from Fund staff and professional service providers, continues to take prudent steps in the ongoing development and implementation of the investment fund for the benefit of all their participants.





## Basic Financial Statements

# Statements of Fiduciary Net Position

June 30, 2024 and 2023

	2024	2023
<b>Assets</b>		
Cash and Cash Equivalents	\$ 97,018,403	\$ 290,938,476
Investments, at Fair Value		
U.S. Equities	2,769,943,386	2,321,474,614
U.S. Fixed Income	311,929,658	270,711,086
Commingled Funds, Equity	3,411,617,043	2,597,155,647
Commingled Funds, Fixed Income	3,361,636,651	3,374,118,609
Real Estate	583,297,608	529,371,583
<b>Total Investments, at Fair Value</b>	<b>10,438,424,346</b>	<b>9,092,831,539</b>
Receivables		
Accrued Investment Income	3,202,218	3,759,564
Investments Sold	543,544	—
<b>Total Receivables</b>	<b>3,745,762</b>	<b>3,759,564</b>
Other Assets — Net IMRF Pension Asset	—	7,426
<b>Total Assets</b>	<b>10,539,188,511</b>	<b>9,387,537,005</b>
<b>Deferred Outflows of Resources</b>		
Deferred outflows related to IMRF Pension	801,936	80,309
<b>Liabilities</b>		
Accrued Expenses	1,603,075	1,021,294
Net IMRF Pension Liability	801,012	—
<b>Total Liabilities</b>	<b>2,404,087</b>	<b>1,021,294</b>
<b>Deferred Inflows of Resources</b>		
Deferred inflows related to IMRF Pension	7,625	—
<b>Net Position Held In Trust for Pool Participants</b>		
	<b>\$10,537,578,735</b>	<b>\$9,386,596,020</b>

See accompanying notes to financial statements.





# Statements of Changes in Fiduciary Net Position

For the Years Ended June 30, 2024, and 2023

	2024	2023
<b>Additions</b>		
<b>Contributions</b>		
Member Fund Cash Transfers	542,144,531	456,489,074
Member Fund Investment Transfers	\$ 13,100,419	\$ 5,725,925,760
Total Contributions	555,244,950	6,182,414,834
<b>Investment Income</b>		
Interest Income and Dividend Income	61,782,203	62,030,821
Net Appreciation (Depreciation) in Fair Value of Investments	1,050,834,307	579,855,103
Total Investment Income (Loss)	1,112,616,510	641,885,924
Less Investment Expenses	(2,992,322)	(2,500,909)
Net Investment Income (Loss)	1,109,624,188	639,385,015
<b>Total Additions</b>	<b>1,664,869,138</b>	<b>6,821,799,849</b>
<b>Deductions</b>		
<b>Administrative Expenses</b>		
Board of Trustees	88,684	75,150
Administrative Operations	1,953,016	2,366,515
Investment Operations	878,387	1,149,284
Total Administrative Expenses	2,920,087	3,590,949
<b>Member Fund Withdrawals</b>	<b>510,966,336</b>	<b>166,361,315</b>
Total Deductions	513,886,423	169,952,264
<b>Net Increase</b>	<b>1,150,982,715</b>	<b>6,651,847,585</b>
<b>Net Position Held In Trust for Pool Participants</b>		
July 1	9,386,596,020	2,734,748,435
June 30	\$ 10,537,578,735	\$ 9,386,596,020

See accompanying notes to financial statements.



# Notes to Financial Statements

June 30, 2024 and 2023

## 1. Summary of Significant Accounting Policies

The financial statements of the Illinois Police Officers' Pension Investment Fund (the Fund) have been prepared in accordance with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the accounting policies are described below.

### A. Reporting Entity

The Fund was established by legislative act of the Illinois General Assembly, P.A. 101-610, which took effect on January 1, 2020. The Fund is defined as an investment trust fund and an external investment pool. The Fund is not a component unit of any other government. The Fund is responsible for investing the assets of the 357 suburban and downstate police officer pension funds. A nine member Board of Trustees governs the Fund and is made up of three active police officers elected by participants of participating pension plans, two retired police officers elected by beneficiaries of participating pension plans, three executive municipal members elected by mayors, presidents, chief executive officers, chief financial officers, or other officers, executives or department heads of municipalities of participating pension funds, and one member recommended by the Illinois Municipal League appointed by the Governor with the advice and consent of the Senate. The Board of Trustees are fiduciaries for the participants and beneficiaries of the participating pension funds and discharge their duties solely in the interest of the fund participants and beneficiaries.

### B. Fund Accounting

Fiduciary funds are used to account for fiduciary activities (e.g., assets held on behalf of outside parties, including other governments). When investments are held for other entities, an investment trust fund is used.

### C. Measurement Focus and Basis of Accounting

The Fund is accounted for with a flow of economic resources measurement focus. With this measurement focus, all assets, deferred inflows of resources, liabilities and deferred outflows of resources associated with the operation of this fund are included on the Statements of Fiduciary Net Position. Investment trust fund operating statements present increases (e.g., additions) and decreases (e.g., deductions) in net position.

The accrual basis of accounting is utilized by the investment trust fund. Under this method, additions are recorded when earned and deductions are recorded at the time the liabilities are incurred.

### D. Investments

Investment trust funds are required to report investments at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Investment transactions are accounted for on a trade date (date ordered to buy or sell is initiated) and dividend income is recognized on the ex-dividend date. Interest income is recognized on an accrual basis.

For commingled funds and real estate investments, fair value is determined using the net asset value stated by the commingled fund manager as of June 30, with each commingled fund subject to annual audit.



## **E. Participating Fund Contributions and Withdrawals**

The Fund's Cash Management Policy originally approved by the Board of Trustees on January 14, 2022, and most recently amended on April 14, 2023, establishes the framework and procedures for cash contributions and withdrawals by participating pension funds.

Subsequent to a participating pension fund's (Participating Fund) transfer of investment assets to the Fund, a Participating Fund may withdraw cash or deposit contributions through use of a web-based application maintained by the Fund's custodian, State Street Bank & Trust Company (the Custodian).

Participating Funds may request withdrawals or contribute cash on any day the Fund's custodian is open for business. Multiple transactions can be entered up to 13 months in advance. Cash withdrawal requests are to be submitted at least seven calendar days prior to the requested transfer date to ensure availability, although the Fund may, in its sole discretion, process a cash withdrawal request with fewer than seven calendar days.

Contributions received by the Custodian will be invested on the same day if feasible or on the next business day. In general, funds received prior to 10:00am are invested on the day of receipt. Participating Funds shall provide notification of contributions using the portal or by email.

## **H. Compensated Absences**

It is the policy of the Fund to permit employees to accumulate earned but unused paid time off in accordance with the terms of the Fund's Employee Handbook. Accumulated paid time off is recorded as an expense and liability as the benefits accrue to employees.

## **F. Long-Term Obligations**

In the Fund's financial statements, long-term debt and other long-term obligations are reported as liabilities.

## **G. Deferred Outflows/Inflows of Resources**

The Statements of Fiduciary Net Position, in addition to assets, includes a separate item for the deferred outflows of resources, which represents a consumption of net assets that applies to future periods and as such, they will not be recognized as an outflow of resources (deduction) until then. In addition to liabilities, the Statements of Fiduciary Net Position includes a separate item for deferred inflows of resources, which represents an acquisition of net assets that applies to future periods and as such, will not be recognized as an inflow of resources (addition) until that time. These deferred outflows and inflows of resources relate to the Fund's participation in the Illinois Municipal Retirement Fund.

## **G. Estimates**

The preparation of financial statements in conformity with GAAP require management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of additions and deductions during the reporting period. Actual results could differ from those estimates.





## 2. Deposits and Investments

The Fund is authorized to invest in all investments allowed by the Illinois Compiled Statutes.

The Board of Trustees has adopted an Investment Policy Statement that provides objectives, guidelines, procedures and performance standards for the investment of the assets of the Fund.

In making investment decisions, all fiduciaries to the Fund shall conduct their responsibilities with the care, skill, prudence, and diligence under the circumstances then prevailing which a prudent person familiar with these matters and acting in a like capacity would use in the conduct of an activity of like character and purpose. Fiduciaries, their employees, agents, and designees shall discharge their duties with respect to the Fund solely in the interest of the participants and beneficiaries of the Fund.

All investments shall be clearly held and accounted for to indicate ownership by the Fund. The Fund may direct the registration of securities in its own name or in the name of a nominee created for the express purpose of registration of securities by a national or state bank or trust company authorized to conduct a trust business in the State of Illinois.

### A. Deposits with Financial Institutions

Custodial credit risk for deposits with financial institutions is the risk that in the event of bank failure, the Fund's deposits may not be returned to it. The Fund holds cash deposits of \$116,689, and \$105,553 with Lake Forest Bank & Trust Company NA (Lake Forest Bank) and \$60,777 and \$0, with State Street Bank & Trust Company (SSBT) as of June 30, 2024, and June 30, 2023, respectively. The Fund does not have a policy to specifically address custodial credit risk for deposits. However, in addition to the \$250,000 of insurance provided by the Federal Deposit Insurance Corporation (FDIC) on the Fund's cash deposits, balances held at Lake Forest Bank are subject to an additional \$250,000 of insurance with the FDIC through a MaxSafe Deposit Account Program. Cash deposits in excess of \$500,000 held with Lake Forest Bank are fully collateralized subject to a collateralized deposit agreement between Lake Forest Bank and the Fund effective December 1, 2020. The Fund did not maintain any deposits in excess of \$500,000 with Lake Forest Bank for the year ended June 30, 2024.

Cash deposits with SSBT are swept daily into a money market investment vehicle managed by an affiliate of SSBT, which is invested in U.S. Treasury obligations.

### B. Investments

#### *Investment Rate of Return*

For the year ended June 30, 2024, the Fund's investments returned 11.8%, net of fees paid but not accrued, using monthly cash flows and dollar-weighted calculation methodology.

For the year ended June 30, 2023, the Fund's investments returned 8.9%, net of fees paid but not accrued, using daily cash flows and dollar-weighted calculation methodology.

#### *Fair Value Measurement*

The fund categorizes fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs using the best information available.



For the year ended June 30, 2024, the Fund had the following recurring fair value measurements:

	Level 1	Level 2	Level 3	Total
Investments by Fair Value Level				
U.S. Equities	\$ 2,769,906,304	\$ —	\$ 37,082	\$ 2,769,943,386
U.S. Fixed Income	—	311,929,658	—	311,929,658
Commingled Funds, Equity	241,265,459	—	—	241,265,459
<b>Total Investments by Fair Value Level</b>	<b>\$ 3,011,171,763</b>	<b>\$ 311,929,658</b>	<b>\$ 37,082</b>	<b>\$ 3,323,138,503</b>
Investments Measured at Net Asset Value				
Commingled Funds, Equity				3,170,351,584
Commingled Funds, Fixed Income				3,361,636,651
Real Estate Funds				583,297,608
<b>Total Investments by Net Asset Value</b>				<b>7,115,285,843</b>
<b>Total Investments</b>				<b>\$ 10,438,424,346</b>

Valuation methodologies are as follows:

- U.S. Equities: end of day quoted prices from active exchanges;
- U.S. Fixed Income: quoted prices where available or active, observable trade information and parallels drawn from comparable securities where a quoted price is not available;
- Commingled Funds: End of day quoted prices from active exchanges where available or net asset value as determined by the investment manager;
- Money Market Funds: amortized cost which approximates fair value; and
- Real Estate: end of day quoted prices from active exchanges as applicable or net asset value for commingled funds as determined by the investment manager.



For the year ended June 30, 2023, the Fund had the following recurring fair value measurements:

	Level 1	Level 2	Level 3	Total
Investments by Fair Value Level				
U.S. Equities	\$ 2,321,474,614	\$ —	\$ —	\$ 2,321,474,614
U.S. Fixed Income	—	270,711,086	—	270,711,086
Commingled Funds, Equity	4,629,773	—	—	4,629,773
Total Investments by Fair Value Level	\$ 2,326,104,387	\$ 270,711,086	\$ —	2,596,815,473
Investments Measured at Net Asset Value				
Commingled Funds, Equity				2,592,525,874
Commingled Funds, Fixed Income				3,374,118,609
Real Estate Funds				529,371,583
Total Investments by Net Asset Value				6,496,016,066
Total Investments				\$ 9,092,831,539

Valuation methodologies are as follows:

- U.S. Equities: end of day quoted prices from active exchanges;
- U.S. Fixed Income: quoted prices where available or active, observable trade information and parallels drawn from comparable securities where a quoted price is not available;
- Commingled Funds: End of day quoted prices from active exchanges where available or net asset value as determined by the investment manager;
- Money Market Funds: amortized cost which approximates fair value; and
- Real Estate: end of day quoted prices from active exchanges as applicable or net asset value for commingled funds as determined by the investment manager.



### ***Investments Measured at Net Asset Value***

The Fund holds shares of interests in commingled funds in which the fair value has been determined using the NAV per share (or equivalent) of the Fund's ownership interest in the partners' capital at the end of the period. The partners' capital is based upon the fair value of the underlying investments. At the year ended June 30, 2024, the fair value, unfunded commitments and redemption values of those investments is as follows:

	<b>Fair Value</b>	<b>Unfunded Commitments</b>	<b>Redemption Frequency (if currently eligible)</b>	<b>Redemption Notice Period</b>
Investments Measured at NAV				
Commingled Funds, Equity				
International Developed and Emerging Markets	\$ 2,653,068,018	\$ —	Daily, Monthly	10 – 30 Days
International Developed Small Cap	517,283,566	—	Daily	1 Day
Commingled Funds, Fixed Income				
Corporate and Government Credit, Emerging Markets, High Yield, and US Treasury Obligations	3,054,849,201	—	Daily	1 Day
Bank Loans	306,787,450	—	Monthly	20 - 30 Days
Real Estate Funds				
Commingled Fund	425,437,445	—	Daily	1 Day
Group Annuity Contract	157,860,163	—	Monthly	7-30 Days
<b>Total Investments Measured at NAV</b>	<b>\$ 7,115,285,843</b>	<b>\$ —</b>		





At the year ended June 30, 2023, the fair value, unfunded commitments and redemption values of those investments are as follows:

	Fair Value	Unfunded Commitments	Redemption Frequency (if currently eligible)	Redemption Notice Period
Investments Measured at NAV				
Commingled Funds, Equity	\$ 2,592,525,874	\$ —	Daily	1 Day
Commingled Funds, Fixed Income	3,374,118,609	—	Daily	1 Day
Real Estate Funds				
Commingled Fund	356,432,029	—	Daily	1 Day
Group Annuity Contract	172,939,554	—	Monthly	7-30 Days
<b>Total Investments Measured at NAV</b>	<b>\$ 6,496,016,066</b>	<b>\$ —</b>		

Commingled funds (equity, fixed income and real estate) are valued at net asset value and generally do not have readily attainable market values.

The Fund invests in ten commingled index funds that are retirement pooled funds and common trust funds managed by State Street Global Advisors Trust Company (SSGA). Each of the commingled funds seeks an investment return that approximates as closely as practicable, before expenses, the performance of a specific benchmark. Seven of the commingled funds seek an investment return based on an equity index, three of the commingled funds seek an investment return based on a bond or yield index and one commingled fund seeks an investment return based on a Real Estate Investment Trust index.

The Fund invests in three commingled funds that are invested in international small cap securities that are managed by Acadian Asset Management LLC, LSV Asset Management and WCM Investment Management LLC. These actively managed commingled funds seek investment returns based on Non-US small cap equity benchmarks.

The Fund invests in two commingled funds that are invested in non-investment grade bank debt consisting primarily of senior secured loans and high yield bonds. The commingled funds are managed by Ares Management LLC and Pacific Asset Management LLC. These actively managed commingled funds seek investment returns benchmarked to the Credit Suisse Leveraged Loan Index.

Each of the commingled funds records a net asset value per unit (or equivalent), based on the net assets of the commingled fund. The net asset value of each commingled fund is determined each business day or monthly, based on the fair value of the underlying investments of each fund. Each commingled fund is subject to an annual audit of its financial statements. The value recorded in the financial statements reflects the value of the Fund's units or capital account held as of June 30, 2024, and 2023.



The Group Annuity contract is held with Principal Life Insurance Company and such funds are invested in the Principal U.S. Property Separate Account (the Account) managed by Principal Real Estate Investors, LLC. The focus of the Account is to pursue a private equity core investment strategy through active management of a portfolio of nationally diversified, income producing properties. The Account uses a unit value of recordkeeping in which the value at the valuation date is calculated by multiplying the number of units held by the applicable unit value. The unit value is determined each business day by the appraised market value of the portfolio less operating expenses accrued but not deducted. The Account is subject to an annual audit of its financial statements. The value recorded in the financial statements reflects the value of the Fund's units held as of June 30, 2024 and 2023. Redemptions of the Account may be limited to \$25,000,000 within a 90-day period in the event the portfolio manager determines such limit is necessary. On July 1, 2022, a withdrawal limitation to all investors was implemented. The limitation provides for pro-rata payment of outstanding withdrawal requests as cash becomes available for distribution, as determined by the portfolio manager.

**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. The Fund's investment policy addresses interest rate risk by establishing the Asset Allocation, Investment Manager Structure and Rebalancing Policy. Development of the asset allocation included scenario and stress testing portfolio sensitivity to changing interest rates. The Board initially adopted a short-term asset allocation specifically to mitigate interest rate and valuation risks. The investment policy establishes rebalancing thresholds and procedures to maintain the desired asset allocation. The Board of Trustees most recently approved a change to the interim asset allocation on April 12, 2024, reflective of the buildout of diversified strategies, including bank loans and US Treasuries, and as part of the process of gradually transitioning the investment portfolio towards a long-term strategic return-seeking allocation.

The investment policy also establishes investment manager monitoring and evaluation provisions to ensure that investment manager process and positioning does not introduce unexpected or uncompensated risks. The Fund is significantly invested in commingled funds that seek to mimic the investment characteristics of the associated index and not take active positions that might potentially increase interest rate risk. The Fund's investments in actively managed non-investment grade bank debt commingled funds are floating interest rate products and thus interest rate risk is minimized.

Duration is a risk metric that can be used to measure a debt investment's exposure to fair value changes arising from changing interest rates. Modified duration is the percentage change in price of a bond for a unit change in yield. It thus measures the price sensitivity of a bond to changing interest rates.



The table below provides the modified duration rate as of June 30, 2024, and 2023.

	2024		2023	
	Fair Value	Modified Duration Rate	Fair Value	Modified Duration Rate
U.S. Fixed Income				
U.S. Treasury Inflation Indexed Bonds	\$ 311,835,096	2.37	\$ 270,612,936	2.42
U.S. Fixed Income in Transition Pool	94,562	7.60	98,150	8.62
<b>Total U.S. Fixed Income</b>	<b>\$ 311,929,658</b>		<b>\$ 270,711,086</b>	
Other U.S. Fixed Income by Security Type				
U.S. Government and Federal Agency Obligations	45,314		44,524	
Municipal Bond Obligations	48,494		52,249	
Collateralized Mortgage Obligations	754		1,377	
<b>Total Other U.S. Fixed Income by Security Type</b>	<b>\$ 94,562</b>		<b>\$ 98,150</b>	

The Fund's investments in passively managed commingled funds that seek to mimic the investment characteristics of the associated index have effective durations that range from 6.63 to 1.85 as of June 30, 2024, and from 6.85 to 1.85 as of June 30, 2023.

### **Credit Risk**

Credit risk is the risk that an issuer of a debt security will not pay its interest or principal as scheduled. The Fund's investment policy addresses credit risk by establishing the Asset Allocation, Investment Manager Structure and Rebalancing Policy. Development of the asset allocation included scenario and stress testing portfolio sensitivity to changing credit spreads (relative valuation to U.S. Treasury securities). The investment policy establishes rebalancing thresholds and procedures to maintain the desired asset allocation. The investment policy also establishes investment manager monitoring and evaluation provisions to ensure that investment manager process and positioning does not introduce unexpected or uncompensated risks. The Fund is significantly invested in index funds that seek to broadly diversify credit risk, mimic the investment characteristics of the associated index and not take active positions that might potentially increase credit risk.



As of June 30, 2024, the Fund's investments were rated as follows:

	Moody's Quality Rating	Total
U.S. Fixed Income	Aaa	\$ 311,883,615
	Not rated	46,043
Total U.S. Fixed Income		\$ 311,929,658

The Fund had an \$96,840,937 investment in the State Street Institutional Treasury Money Market Fund as of June 30, 2024, which was rated AAAm by Standard & Poor's.

As of June 30, 2023, the Fund's investments were rated as follows:

	Moody's Quality Rating	Total
U.S. Fixed Income	Aaa	\$ 270,665,237
	Not rated	45,849
Total U.S. Fixed Income		\$ 270,711,086

The Fund had an investment of \$290,999,427 in the State Street Institutional Treasury Money Market Fund as of June 30, 2023, which was rated AAAm by Standard & Poor's.

### **Foreign Currency Risk**

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of investments and deposits. Although the Fund does not have a formal policy regarding foreign currency risk, the Fund does not invest directly in foreign currency or investments denominated in foreign currency. The Fund's foreign currency risk is thus limited to investments in commingled funds managed by external investment managers hired by the Board of Trustees. These funds are subject to investment guidelines and the non-U.S. funds seek an investment return that approximates the performance of the various non-U.S. market-weighted cap indices. Foreign currency risks are thus consistent with these index benchmarks.

As of June 30, 2024 and 2023, the Fund did not directly hold any foreign currency.

### **Custodial Credit Risk for Investments**

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to the investment, the Fund will not be able to recover the value of its investments that are in possession of an outside party. While the Fund does not have a policy which limits its exposure to custodial credit risk, as of years ending June 30, 2024 and 2023, there were no securities held by the counterparty or by its trust department or agent that were not in the Fund's name.





### ***Concentration of Credit Risk for Investments***

The Fund's portfolio is managed by professional investment management firms. Each investment manager must comply with risk management guidelines individually assigned to them as part of their investment management agreement. The Fund did not have any single issuer investment that exceeded 5% or more of the Fund's fiduciary net position or the investment portfolio at years ending June 30, 2024 and 2023. The State Street MSCI EAFE Index Non-Lending Fund of \$1,792,435,592; the State Street U.S. Short-Term Government/Credit Bond Index Non-Lending Fund of \$1,048,922,103; the State Street U.S. High Yield Bond Index Non-Lending QIB Common Trust Fund of \$727,292,077; and the State Street Emerging Markets Hard Currency Sovereign Bond Fund of \$625,225,679 represent greater than 5% of fiduciary net position at June 30, 2024. The Fund's investments in the State Street U.S. Short-Term Government/Credit Bond Index Non-Lending Fund of \$1,356,222,079; the State Street MSCI EAFE Index Non-Lending Fund of \$1,343,975,082; State Street U.S. High Yield Bond Index Non-Lending QIB Common Trust Fund of \$919,511,235; the State Street Daily MSCI Emerging Markets Index Fund of \$641,444,318; the State Street Emerging Markets Hard Currency Sovereign Bond Fund of \$552,950,477; and the State Street U.S. Aggregate Bond Index Non-Lending Fund of \$545,434,819 represent greater than 5% of fiduciary net position at June 30, 2023.

### ***Derivative Securities***

Fund investment managers may enter into financial futures derivative transactions in accordance with their guidelines. A futures contract is an agreement between two parties to buy or sell units of a particular index, security or commodity at a set price on a future date. Financial futures represent an off-balance sheet obligation as there are no balance sheet assets or liabilities associated with those contracts. The Fund's transition manager, State Street Global Markets, utilizes financial futures within the transition pool of assets that are being converted to the Fund's asset allocation, in order to obtain market exposure that matches as closely as possible, the Fund's target allocation. These contracts are exchanged-traded treasury and equity index futures. As of June 30, 2024, and 2023, there were no outstanding futures contracts. For the years ended June 30, 2024, and 2023, the Fund had a net realized gain of \$10,429 and a net realized loss of (\$4,280,413), respectively, from derivative transactions. These realized gains and losses are included in net appreciation (depreciation) of the fair value of investments for the respective year on the statement of changes in fiduciary position.

The Commingled Funds in which the Fund invests may engage in hedging and other derivative transactions including interest rate derivatives, credit derivatives, currency derivatives, and futures. These derivative transactions are consistent with the underlying agreements and investment objectives pertaining to the commingled funds. Realized or unrealized gains or losses from the derivative transactions of the commingled funds are included in the investment income earned by the Fund.

### ***Investment Management Fees***

Fees paid for investment management services that are charged directly to the Fund were \$2,143,162 and \$849,323, for the years ended June 30, 2024, and 2023, respectively. These fees are included in investment expenses on the Statements of Changes in Fiduciary Net Position. Fees for investment management services for some commingled funds are netted against the investment earnings of the respective investment vehicle and are included within the net appreciation (depreciation) of the fair value of investments on the Statements of Changes in Fiduciary Net Position. These fees were \$1,829,292 and \$1,289,648, for the years ended June 30, 2024, and 2023, respectively. All fees are charged in accordance with the respective investment manager agreement.



### 3. LONG-TERM OBLIGATIONS

#### A. Loan Agreement Payable

The Fund entered into a loan agreement to provide funds for the payment of ordinary and regular costs associated with the implementation of the transition process. The Closing Date of the loan was June 23, 2020. The Fund was authorized to borrow up to \$7,500,000 until the Final Draw Date, June 30, 2022. During the Capitalized Interest Period, which is defined as the period from the Closing Date to the Final Draw Date, the loan was subject to accrue capitalized interest monthly at a rate of 1.50% plus the Federal Funds Rate. Commencing on the first day after the Capitalized Interest Period until the Final Maturity Date, June 30, 2024, the Fund was to pay consecutive quarterly installments of principal and interest at an interest rate of 1.50% plus the Federal Funds Rate. The Loan was paid off during the year ended June 30, 2023.

As of June 30, 2023, the Fund's changes in the loan agreement payable were as follows:

	Balances			Balances		Due Within
	July 1	Additions	Reductions	June 30		One Year
Loan Agreement Payable	\$ 7,503,635	\$ –	\$ 7,503,635	\$ –		\$ –
<b>TOTAL</b>	<b>\$ 7,503,635</b>	<b>\$ –</b>	<b>\$ 7,503,635</b>	<b>\$ –</b>		<b>\$ –</b>

#### 4. Leases

The Fund entered into a lease agreement for office space on October 1, 2021. The lease was most recently amended on February 10, 2023. The lease term began on October 1, 2021, and ends on September 30, 2027, with monthly payments of \$5,375. The Fund has evaluated GASB Statement No. 87, *Leases*, and determined the effects to be immaterial to the financial statements. The following is a schedule of future minimum rental payments expected to be required under the terms of the intended lease as of June 30, 2024.

Fiscal Year Ending June 30	
2025	64,500
2026	64,500
2027	64,500
2028	16,125
Thereafter	–
<b>Total</b>	<b>\$ 209,625</b>

The following is a schedule of future minimum rental payments expected to be required under the terms of the intended lease as of June 30, 2023.

Fiscal Year Ending June 30	
2024	64,500
2025	64,500
2026	64,500
2027	64,500
Thereafter	16,125
<b>Total</b>	<b>\$ 274,125</b>



## 5. Defined Benefit Pension Plan

The Fund is a participating employer in the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer public employee retirement system, which provides eligible participants retirement and disability benefits, postretirement increases, and death benefits to plan members and beneficiaries. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and supplementary information. That report may be obtained online at [www.imrf.org](http://www.imrf.org).

The Fund began participation in IMRF effective September 1, 2022.

### *Illinois Municipal Retirement Fund*

#### *Plan Administration*

All employees hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

The plan is accounted for on the economic resources measurement focus and the accrual basis of accounting. Employer and employee contributions are recognized when earned in the year that the contributions are required. Benefits and refunds are recognized as an expense and liability when due and payable.

#### *Plan Membership*

At December 31, 2023, IMRF membership consisted of:

Retirees and beneficiaries	—
Inactive employees entitled to but not yet receiving benefits	2
Active employees	10
<b>Total</b>	<b>12</b>

At December 31, 2022, IMRF membership consisted of:

Retirees and beneficiaries	—
Inactive employees entitled to but not yet receiving benefits	—
Active employees	7
<b>Total</b>	<b>7</b>

#### *Benefits Provided*

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. The Fund had four Tier 1 employees as of June 30, 2024.



Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with ten years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter. The Fund had six Tier 2 employees as of June 30, 2024.

IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

**Contributions**

Participating members are required to contribute 4.5% of their annual covered salary to IMRF. The Fund is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rates for the fiscal years ended June 30, 2023 and 2024 were 8.65% and 6.35%, of covered payroll respectively.

**Actuarial Assumptions**

The Fund’s net pension liability (asset) was measured as of dates in the below table and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2023	December 31, 2022
Actuarial cost method	Aggregate Entry-age normal	Aggregate Entry-age normal
Assumptions		
Price inflation	2.25%	2.25%
Salary increases	2.85% to 13.75% (includes price inflation)	2.85% to 13.75% (includes price inflation)
Investment rate of return	7.24%	7.25%
Asset valuation method	Market Value of Assets	Market Value of Assets

**Mortality Assumption**

2023 – For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 108.0%) and Female (adjusted 106.4%) tables, and future mortality improvements projected using scale MP-2021. For disabled retirees, the Pub-2010, Amount Weighted, below-median income, General, Disabled Retiree, Male and Female (both adjusted) tables, and future mortality improvements projected using scale MP-2021. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2021.

2022 - For non-disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Retiree, Male (adjusted 106%) and Female (adjusted 105%) tables, and future mortality improvements projected using scale MP-2020. For disabled retirees, the Pub-2010, Amount-Weighted, below-median income, General, Disabled Retiree, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020. For active members, the Pub-2010, Amount-Weighted, below-median income, General, Employee, Male and Female (both unadjusted) tables, and future mortality improvements projected using scale MP-2020.





**Discount Rate**

The discount rate used to measure the total pension liability was 7.24% and 7.25% at December 31, 2023 and December 31, 2022 respectively. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the Fund’s contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Changes in the Net Pension Liability (Asset)**

**June 30, 2024**

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) – (b) Net Pension Liability (Asset)
Balances at January 1, 2023	\$ 34,436	\$ 41,862	\$ (7,426)
Changes for the Period			
Service Cost	92,100	—	92,100
Interest	5,835	—	5,835
Difference Between Expected and Actual Experience	883,397	—	883,397
Assumption Changes	(9,242)	—	(9,242)
Employer Contributions	—	96,582	(96,582)
Employee Contributions	—	71,865	(71,865)
Net Investment Income	—	4,254	(4,254)
Benefit Payments and Refunds	—	—	—
Other (Net Transfer)	—	(9,049)	9,049
Net Changes	972,090	163,652	808,438
Balances at December 31, 2023	1,006,526	\$ 205,514	\$ 801,012

In 2023, the change in assumptions related to updates in the mortality assumptions.



June 30, 2023

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) – (b) Net Pension Liability (Asset)
Balances at January 1, 2022	\$ —	\$ —	\$ —
Changes for the Period			
Service Cost	—	—	—
Interest	—	—	—
Difference Between Expected and Actual Experience	34,436	—	34,436
Employer Contributions	—	30,032	(30,032)
Employee Contributions	—	16,013	(16,013)
Net Investment Income	—	—	—
Benefit Payments and Refunds	—	—	—
Other (Net Transfer)	—	(4,183)	4,183
Net Changes	34,436	41,862	(7,426)
Balances at December 31, 2022	34,436	\$ 41,862	\$ (7,426)

***Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources***

For the year ended June 30, 2024, the Fund recognized pension expense (income) of \$186,743. At June 30, 2024, the Fund reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 752,027	\$ —
Changes in assumptions	—	7,625
Net difference between projected and actual earnings on pension plan investments	4,558	—
Employer contributions after the measurement date	45,351	—
<b>Total</b>	<b>\$ 801,936</b>	<b>\$ 7,625</b>



\$45,351 reported as deferred outflows of resources related to pensions resulting from Fund contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Fiscal Year Ending June 30	
2025	\$ 159,798
2026	159,798
2027	159,800
2028	159,494
2029	110,070
Thereafter	—
<b>Total</b>	<b>\$ 748,960</b>

For the year ended June 30, 2023, the Fund recognized pension expense (income) of (\$9,548). At June 30, 2023, the Fund reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 28,830	—
Net difference between projected and actual earnings on pension plan investments	1,214	—
Employer contributions after the measurement date	50,265	—
<b>Total</b>	<b>\$ 80,309</b>	<b>—</b>

\$50,265 reported as deferred outflows of resources related to pensions resulting from Fund contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the reporting year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to IMRF will be recognized in pension expense as follows:

Fiscal Year Ending June 30	
2024	\$ 5,909
2025	5,909
2026	5,909
2027	5,911
2028	5,606
Thereafter	800
<b>Total</b>	<b>\$ 30,044</b>



**Discount Rate Sensitivity**

**June 30, 2024**

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the Fund calculated using the discount rate of 7.24% as well as what the Fund’s net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.24%) or 1 percentage point higher (8.24%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	6.24%	7.24%	8.24%
Net pension liability (asset)	\$ 970,791	\$ 801,012	\$ 666,974

**June 30, 2023**

The following is a sensitivity analysis of the net pension liability (asset) to changes in the discount rate. The table below presents the net pension liability (asset) of the Fund calculated using the discount rate of 7.25% as well as what the Fund’s net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%
Net pension liability (asset)	\$ (3,345)	\$ (7,426)	\$ (10,251)

**6. Other Postemployment Benefits**

**A. Plan Description**

In addition to providing the pension benefits described, the Fund provides postemployment health care benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions and any employer contributions are governed by the Fund and can be modified at the sole discretion of the Board of Trustees at any time. The plan does not issue a separate report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The activity of the plan is reported in the Fund’s Statements of Fiduciary Net Position and Changes therein.

**B. Total OPEB Liability**

Based on the size of the Fund, the number of active plan members, the lack of any retirees participating in the plan and comparison of actuarial valuations for similar entities with similar benefits, the Fund’s total OPEB liability as of June 30, 2023 and 2024, is immaterial and, therefore, not recorded by the Fund and no further disclosure is deemed necessary.



## 7. Litigation

On February 23, 2021, the Fund was named as a Defendant in a lawsuit filed in the Circuit Court of the Sixteenth Judicial Circuit, Kane County, Illinois captioned *Arlington Heights Police Pension Fund, et al., v. Jay Robert "J.B." Pritzker*, Case No. 2021 CH 55. Plaintiffs alleged that Public Act 101-610, which created and established the Fund, violated the Pension Protection Clause and the Takings Clause of the Illinois Constitution. On May 25, 2022, the Circuit Court issued a written Order finding that Public Act 101-0610 does not violate the Illinois Constitution, granting Defendants' Motion for Summary Judgment, and denying Plaintiffs' Cross-Motion for Summary Judgment.

On June 1, 2022, Plaintiffs filed an Appeal with the Appellate Court of Illinois for the Second Judicial District, contending that the Circuit Court erred in granting summary judgment in favor of the Defendants. On February 7, 2023, the Appellate Court issued its opinion affirming the Circuit Court's order and finding that Public Act 101-0610 does not violate the Pension Protection Clause or the Takings Clause of the Illinois Constitution.

On March 13, 2023, the Plaintiffs filed a Petition for Leave to Appeal with the Illinois Supreme Court, contending that the Appellate Court erred in finding that Public Act 101-610 does not violate the Illinois Constitution. On May 24, 2023, the Supreme Court granted the Petition. On January 19, 2024, the Illinois Supreme Court affirmed the judgment of the Appellate Court, thereby affirming the Circuit Court's order granting summary judgment in Defendants' favor and against Plaintiffs and upholding the constitutionality of Public Act 101-610.

## 8. Risk Management

The Fund is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; illnesses of employees; and natural disasters. These risks are covered by commercial insurance purchased from independent private insurance companies. Settled claims from these risks have not exceeded commercial insurance coverage for the past three fiscal years.

## 9. Subsequent Events

With the decision of the Illinois Supreme Court affirming the constitutionality of Public Act 101-0610, the Fund continued the asset transition process with one final asset transfer date of October 1, 2024, for all Article 3 member funds that had not yet transferred investment assets. The final transfer was concluded in October of 2024 with all reconciliation receipts provided to the respective participating Article 3 member funds by October 31, 2024. Approximately \$1.6 billion in investments were transferred to the Fund in October of 2024.





## Required Supplementary Information

# Schedule of Employer Contributions

## Illinois Municipal Retirement Fund

Last Two Fiscal Years		
Fiscal Year Ended June 30,	2024	2023
Actuarially Determined Contribution	\$ 92,307	\$ 80,198
Contributions in Relation to the Actuarially Determined Contribution	92,307	80,198
Contribution Deficiency (Excess)	\$ —	\$ —
Covered Payroll	\$ 1,454,231	\$ 927,402
Contributions as a Percentage of Covered Payroll	6.35%	8.65%
Notes to Required Supplementary Information		

The information presented was determined as part of the actuarial valuation as of January 1 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows:

- The actuarial cost method was entry-age normal
- The amortization method was level percent of pay, closed
- The amortization period was ten-year rolling period
- The asset valuation method was five year smoothed fair value

Significant actuarial assumptions were:

- Investment rate of return of 7.25%
- Projected salary increases of 2.75% to 13.75% compounded
- Wage growth of 2.75%
- Price inflation of 2.25%

This schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for years available. The Fund began participation in the IMRF defined benefit plan as of September 1, 2022.



# Schedule of Changes in the Employer's Net Pension Liability and Related Ratios

## Illinois Municipal Retirement Fund

Last Two Fiscal Calendar Years		
Measurement Date December 31,	2023	2022
<b>Total Pension Liability</b>		
Service Cost	\$ 92,100	\$ —
Interest	5,835	—
Differences Between Expected and Actual Experience	883,397	34,436
Assumption Changes	(9,242)	—
Net Change in Total Pension Liability	972,090	34,436
Total Pension Liability — Beginning	34,436	—
<b>Total Pension Liability — Ending</b>	<b>\$ 1,006,526</b>	<b>\$34,436</b>
<b>Plan Fiduciary Net Position</b>		
Contributions — Employer	\$ 96,582	\$ 30,032
Contributions — Member	71,865	16,013
Net Investment Income	4,254	—
Other (Net Transfer)	(9,049)	(4,183)
Net Change in Plan Fiduciary Net Position	163,652	41,862
Plan Fiduciary Net Position — Beginning	41,862	—
<b>Plan Fiduciary Net Position — Ending</b>	<b>\$ 205,514</b>	<b>\$ 41,862</b>
<b>Employer's Net Pension Liability (Asset)</b>	<b>\$ 801,012</b>	<b>\$ (7,426)</b>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	20.42%	121.56%
Covered Payroll	\$1,144,335	\$ 355,833
Employer's Net Pension Liability (Asset) as a Percentage of Covered Payroll	70.00%	(2.09%)

This schedule should present information for the last ten years. However, until ten years of information can be compiled, information will be presented for years available. The Fund began participating in the IMRF defined benefit plan as of September 1, 2022. In 2023, the change in assumptions related to updates in the mortality assumptions.







## Supplementary Information

# Detailed Schedule of Administrative Expenses

## Budget Amounts and Actual Incurred

For the Year Ended June 30, 2024 (with comparative actual for 2023)				
	2024			
	Original Budget	Final Budget	Actual	2023 Actual
<b>Deductions — Administrative Expenses</b>				
<b>Board of Trustees</b>				
Administrative Services	\$ 59,400	\$ 3,200	\$ 3,200	\$ 51,500
Election Services	—	30,216	23,850	(6,366)
Education and Training	36,000	18,000	10,220	11,125
Meeting Expenses	55,000	45,500	41,183	16,797
Board Member Reimbursements	33,440	15,555	10,231	2,094
Municipal Reimbursements	11,900	10,457	—	—
<b>Total Board of Trustees</b>	<b>195,740</b>	<b>122,928</b>	<b>88,684</b>	<b>75,150</b>
<b>Administrative Operations</b>				
<b>Personnel</b>				
Administrative Personnel	860,088	799,975	806,405	529,272
FICA/Medicare	59,052	54,233	52,511	33,197
Medical/Dental Benefits	124,788	112,075	105,800	14,675
Unemployment	1,354	1,200	1,085	—
Retirement Benefits	53,570	47,077	46,477	36,753
<b>Total Personnel</b>	<b>1,098,852</b>	<b>1,014,560</b>	<b>1,012,278</b>	<b>613,897</b>
<b>Professional Services</b>				
Accounting	58,600	22,394	21,250	24,000
Audit — Financial	57,500	57,500	57,500	41,250
Audit — Certified Asset List	35,205	—	—	360,335
Chief Financial Officer	—	—	—	181,369
Agreed Upon Procedures – Article 3	—	84,000	—	—
Administrative Services	47,700	—	—	77,200
Government Liaison	68,400	68,400	68,400	62,700
Actuarial Services	183,500	188,855	188,210	187,350
Outsourced Human Resources	12,000	10,000	13,391	17,589
Legal Services — General	75,000	60,000	31,294	53,099
Legal Services — Fiduciary	125,000	121,000	54,304	70,687
Legal Services — Other	—	—	—	5,988
Technology Services	12,000	6,000	3,607	58,092
Other Consulting Services	21,250	37,998	25,398	8,400
Communication Services	18,000	18,000	18,000	24,000
<b>Total Professional Services</b>	<b>714,155</b>	<b>674,147</b>	<b>481,354</b>	<b>1,172,059</b>



# Detailed Schedule of Administrative Expenses

## Budget Amounts and Actual Incurred

For the Year Ended June 30, 2024 (with comparative actual for 2023)				
	2024			
	Original Budget	Final Budget	Actual	2023 Actual
<b>Bank Services and Fees</b>				
Local Bank Fees	4,500	2,500	2,242	3,426
Loan Interest Expense	—	—	—	230,565
<b>Total Bank Services and Fees</b>	<b>4,500</b>	<b>2,500</b>	<b>2,242</b>	<b>233,991</b>
<b>Services and Supplies</b>				
Assets under \$5,000	50,000	50,000	43,023	153,804
Insurance	107,017	106,906	106,386	84,418
Office Lease/Rent	64,500	64,500	64,500	48,375
Printing and Postage	34,000	20,000	18,231	7,759
Supplies and Maintenance	14,000	10,000	7,775	12,479
Telecommunication	17,000	15,000	15,963	15,182
Contingency	12,000	12,000	—	—
Dues/Licenses	78,586	78,586	74,794	65,623
Training and Education	12,000	6,000	5,303	135
Travel and Transportation	12,000	10,000	8,013	2,868
Utilities	8,000	7,000	4,869	5,821
Website	20,000	20,000	13,849	37,839
<b>Total Services and Supplies</b>	<b>429,103</b>	<b>399,992</b>	<b>362,706</b>	<b>434,303</b>
IMRF Pension Expense (Income)	—	—	94,436	(87,735)
<b>Total Administrative Operations</b>	<b>2,246,610</b>	<b>2,091,199</b>	<b>1,953,661</b>	<b>2,366,515</b>



# Detailed Schedule of Administrative Expenses

## Budget Amounts And Actual Incurred (Continued)

	2024			
	Original Budget	Final Budget	Actual	2023 Actual
<b>Investment Operations</b>				
<b>Personnel</b>				
Investment Operations Personnel	\$ 1,000,000	\$ 706,998	\$ 693,593	\$ 627,082
FICA/Medicare	63,344	42,163	40,657	36,341
Medical/Dental Benefits	105,542	64,552	60,859	59,794
Unemployment	790	640	525	—
Retirement Benefits	71,072	43,529	44,581	73,080
<b>Total Personnel</b>	<b>1,240,748</b>	<b>857,882</b>	<b>840,215</b>	<b>796,297</b>
<b>Investment and Banking</b>				
General Investment Consultant	427,500	427,500	427,500	427,500
Database Subscription(s)	38,135	38,172	38,172	37,050
Investment Management	1,385,000	2,260,000	2,143,162	849,323
Custodial Services	460,000	460,000	421,660	376,368
<b>Total Investment and Banking</b>	<b>2,310,635</b>	<b>3,185,672</b>	<b>3,030,494</b>	<b>1,690,241</b>
<b>Professional Services</b>				
Project Architect	—	—	—	28,175
Transition Management	—	—	—	847,718
Transition Consultant/Services	—	—	—	287,762
<b>Total Professional Services</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>1,163,655</b>
<b>Total Investment Operations</b>	<b>3,551,383</b>	<b>4,043,554</b>	<b>3,870,709</b>	<b>3,650,193</b>
<b>Less: Adjustments for GAAP Basis Presentation; Investment Expenses Deducted from Investment Income</b>				
General Investment Consultant	(427,500)	(427,500)	(427,500)	(427,500)
Investment Management	(1,385,000)	(2,260,000)	(2,143,162)	(849,323)
Custodial Services	(460,000)	(460,000)	(421,660)	(376,368)
Transition Management	—	—	—	(847,718)
Investment Expenses — GAAP Presentation	(2,272,500)	(3,147,500)	(2,992,322)	(2,500,909)
<b>Total Investment Operations</b>	<b>1,278,883</b>	<b>896,054</b>	<b>878,387</b>	<b>1,149,284</b>
<b>Total Administrative Expenses</b>	<b>\$3,721,233</b>	<b>\$3,110,181</b>	<b>\$2,920,087</b>	<b>\$3,590,949</b>

**Notes to Supplementary Information:** In accordance with the Illinois Compiled Statutes 40 ILCS 5/22B-118(e), the Board adopted the annual budget to support Fund operations and administration for the year ended June 30, 2024, at its meeting on June 9, 2023. The budget was adopted in accordance with the Board's Budget Administration Policy, PP-2021-01 (Budget Policy). Pursuant to the Budget Policy, the budget was amended with a reduction to total expenditures at the March 8, 2024, board meeting.







## Investment Section





November 7, 2024

Regina Tuczak, CPA  
Chief Financial Officer  
Assistant Executive Director  
Illinois Police Officers' Pension Investment Fund  
456 Fulton Street, Suite 402  
Peoria, IL 61602

Re: Certification Illinois Police Officers' Pension Investment Fund- 2024

Dear Ms. Tuczak,

State Street Bank and Trust Company as Custodian for Illinois Police Officers' Pension Investment Fund has provided detailed financial reports of all investments (including holdings with their fair market value), disbursements, purchase and sales and other transactions pertinent to the fund for the period of July 1, 2023, through June 30, 2024. State Street Bank and Trust Company certifies that the information is accurate and complete to the best of our knowledge and belief.

Furthermore, State Street Bank and Trust Company provided and will continue to provide the following services as Custodian:

- Receive and hold all amounts paid to the fund
- Accept and deliver securities in accordance with the instruction of appointed Investment Managers
- Collect dividends and registered interest payments
- Collect matured or called securities and coupons
- Provide Performance Reporting
- Invest cash balances held in the accounts in Short Term Investment Fund
- Exercise the rights of ownership in accordance with the pre-described jurisdiction of stock subscriptions and conversion rights
- Hold securities in the name of the Master Custodian or nominee form
- Employ agents with the consent of the Board of Trustees
- Provide disbursement and security fail float income
- In partnership with Northeast Retirement Services, provide Member Fund Accounting Statement
- On-line reporting
- On-line cash platform for Member funds to contribute and make withdrawals from the consolidated fund

Best regards,

Christopher Bregoli  
Vice President

Information Classification: General

November 15, 2024

Board of Trustees  
Illinois Police Officers' Pension Investment Fund  
456 Fulton Street, Suite 402  
Peoria, Illinois 61602

Dear Trustees:

Verus is pleased to have had the opportunity to serve the Illinois Police Officer's Pension Investment Fund ("IPOPIF" or "the Fund") since May 2021 and to provide this investment review for the fiscal year ending June 30, 2024.

Verus independently calculated the Fund's fiscal year performance results utilizing a true time-weighted annualized rate of return methodology with daily cash flows and market values provided by the Fund's custodian bank, State Street Bank and Trust. For the fiscal year ended June 30, 2024, IPOPIF had an investment gain of 11.9% (net of investment management fees) and ended the fiscal year with total assets of approximately \$10.5 billion.

All IPOPIF's investments are managed in accordance with guidelines codified in IPOPIF's Investment Policy Statement. This Statement is reviewed annually to ensure best practices are employed in all aspects of our work and was last updated on April 12, 2024.

## Market Environment

### 2024 Summary

Risk assets delivered strong performance over the past year, with the first half of 2024 continuing the upward trend that closed out 2023. Expectations for a recession abated as economic growth proved resilient. The "soft landing" narrative was strengthened, as inflation slowed and the economy continued to grow. In more recent months, some economic data has shown signs of cooling, specifically in the labor market. However, it appears that much of this slowdown may be a return to normalcy that reflects pre-pandemic conditions, rather than a sign of a coming recession. Expectations for interest rate cuts were far more ambitious a year ago, but markets have now solidified expectations that the Federal Reserve will begin cutting interest rates before the end of the year, providing a potential tailwind to both equities and fixed income.

Risk assets outside the United States continued to lag. Developed economies largely experienced stagnation, as the Eurozone saw very low economic growth, the U.K. emerged from recession, and the Japanese economy actually contracted. Despite poor growth, falling inflation allowed the European Central Bank to cut interest rates in June, which helped lead to an increase in risk assets. In emerging economies, China concerns remain, with population decline and a tumbling housing market threatening future growth prospects. Two key emerging market countries outperformed most risk assets, however, as Taiwan continues to benefit from its exposure to semiconductors amid growing AI investment, and India has delivered strong economic growth across its economy.

### U.S. Equity

Domestic shares continued to build on the previous year's outperformance during the first half of 2024, beating both developed and emerging market equities. The S&P 500 index gained 24.6% over the past year as U.S. equities prove to be the best performing asset class. Concerns have bubbled up over increasing absolute and relative valuations, leading to some fears of a correction. However, domestic stocks continued to climb as investment in artificial intelligence (AI) boosted earnings expectations, and lower inflation has led to expectations for a handful of interest rate cuts, beginning in the fall.

Index concentration remains an important story in U.S. equity markets, with the S&P 500 Equal Weighted Index significantly lagging the flagship index, returning 11.8% over the last year. However, there was a split among the top performing “Magnificent Seven” stocks, with some companies significantly outperforming others. Nvidia is still the darling of the AI investment boom, returning 192.1% over the last year with earnings growth of 629%. While none of the other companies have matched the success of Nvidia, Meta (+76.1%), Google (+52.3%), Amazon (+48.2%) and Microsoft (+32.3%) all outperformed the index while delivering strong earnings growth. Apple (+9.2%) and Tesla (-24.4%) both lagged after reporting revenue declines in Q1.

These Magnificent Seven movements have had substantial implications on size and style investing, which have both seen significantly widening gaps from the previous year. Over the last year, Growth stocks returned 33.5%, significantly outperforming the 13.1% gain from Value stocks. Similarly, Small Cap stocks, represented by the Russell 2000 Index, returned just 10.1% over the last year, lagging the 23.9% gain posted by Large Cap stocks, as reflected in the Russell 1000 Index.

Investors will be watching earnings closely, especially those of technology companies that have gained due to rosy expectations around artificial intelligence. With forward valuations hovering around one standard deviation above the 10-year average, markets are pricing in double-digit earnings growth over the next several years.

## International Equity

International equities posted gains in the first half of 2024, although these markets were unable to match the remarkable performance of U.S. equities. Emerging markets, which benefitted from higher exposure to semiconductor stocks and a more growth-oriented set of companies slightly outperformed international developed shares. The MSCI EM Index has returned 12.5% over the last year, just over the 11.6% gain of the MSCI EAFE Index.

International developed shares performed reasonably well despite material weakness in the macroeconomic picture. Japanese equities, the largest country weight in the MSCI EAFE index, saw the strongest performance, with the TOPIX returning 12.7% in unhedged currency terms, and 32.5% in hedged currency terms. The Japanese Yen has declined 10.2% relative to the dollar over the past six months, which played a part in boosting exports that became cheaper with a weakening currency. High earnings growth, as well as the end of negative interest rate policy and deflation, provided a tailwind to Japanese equity markets over the last year. In Europe, falling inflation and an interest rate cut in June lifted an equity market that had otherwise been held back by low growth. In the past year, the Euro Stoxx 50 returned 12.0% in unhedged currency terms, and 16.3% in hedged currency terms.

Emerging market equities narrowly outperformed international developed equities, while lagging the United States, returning 12.5% in unhedged currency terms and 15.8% in hedged currency terms, over the last year. Technology exposure is responsible for much of the growth in emerging markets. Taiwan, the second-largest weight in the MSCI EM Index, holds a 70% weight in Information Technology. This provided a substantial tailwind, since the MSCI Taiwan Index returned 41.4% over the past year as TSMC (which alone makes up 50% of the MSCI Taiwan Index) is the world’s largest manufacturer of semiconductors, producing chips for companies including Nvidia and Apple. India also performed well, with the MSCI India Index posting a 34.9% gain. India’s economy has been growing at an average pace of 6-7% per year with policies supportive of economic growth and strong positioning within global supply chains.



## Fixed Income

Fed policy expectations continued to dominate risk-asset behavior over the past year. One year ago, markets were expecting four interest rate cuts by the end of 2024. A year earlier, the market expected four rate cuts to occur in the first half of 2024, with two more in the second half of the year. Instead, there have been no rate cuts, with just two or three priced in before the end of 2024. Interest rates staying higher for longer has been a headwind for long-duration assets over the past year (Bloomberg U.S. Treasury Long Index fell 5.6%), as the two-year yield moved from 4.90% to 4.77%, and the ten-year yield moved from 3.84% to 4.40%.

As of June, it had been 11 months since the Federal Reserve implemented its final interest rate hike. Comments made by FOMC members have suggested that higher interest rates have had a material impact on economic activity and have been effective at slowing inflation. With inflation down to 3.0% for CPI and 2.6% for Core PCE (the Fed's preferred inflation gauge), and cooling labor market numbers, investors are looking to the Fed's July meeting to guide rate cut expectations for September.

Core fixed income (Bloomberg U.S. Aggregate) has risen just 2.6% over the past year, as yield increases have outweighed the benefits of the higher rate environment. The shorter end of the curve fared much better than the long end, returning 4.5% throughout the same period. Investors were compensated by taking credit risk, as emerging market debt in hard currency terms (+9.2%), high yield (+10.4%), and Bank Loans (+11.1%) all provided excess returns to investors as spreads have contracted throughout much of the last year. Emerging market debt in local currency terms gained just 0.7%, the only major credit sub-index to underperform treasuries, which gained 5.5%.

Credit conditions have held up well over the past year, reflecting stable economic activity and expectations. Spreads continued to contract, with high-yield and investment grade option adjusted spreads moving from 390 bps to 309 bps and 123 bps to 94 bps, respectively. More recently, default activity has slowed to \$37B in default/distressed exchanges taking place in the first half of 2024, which was 14% lower than the same period last year. Eighty percent of that default activity has come from bank loans, which is the largest gap between the two asset classes in the last ten years. High yield default rates are down to 1.8%, materially lower than the long-term average of 3.4%.

## Outlook

The last year has been very strong for risk assets, as artificial intelligence investment led to a rally in mega cap technology companies, and broader fears of a recession began to flame out at the beginning of 2024. It's looking more and more likely that the Federal Reserve was successful in engineering a soft landing, something that has arguably only been done once before, in the mid-1990s. There are some signs of late cycle behavior, with high asset valuations, tight credit spreads, and fairly strong economic growth. However, falling inflation and a steepening yield curve as interest rates are cut are traditionally indicative of a trough in the business cycle. If some of these characteristics take place without a recession, it could give way for a "reset" to the beginning of a new cycle, where easing policy can create conditions for a period of sustained growth.

While growth has been resilient and there are expectations for interest rates cuts, both domestic equity and credit markets appear to be priced optimistically. Equity markets are priced for high earnings growth, which creates downside risk if AI-induced efficiency gains do not live up to expectations. There have also been signs of consumer weakness in lower-income segments, as many families are still struggling to adjust to higher price levels and have not seen commensurate gains in wages. Credit spreads are historically low, and a decrease in profitability among companies could result in some equity-like volatility should a broader contraction take place. Internationally, the Eurozone continues to face poor growth despite interest rate cuts, while poor demographic trends in China still weigh on investor sentiment. While investors have seen strong returns over the past fiscal year, material risks remain, and high valuations could potentially create an environment conducive to higher volatility and downside mean reversion.

**Written by Verus Advisory**



## Asset Allocation

The IPOPIF has adopted interim and long-term asset allocation targets. Interim targets are necessary to accommodate the initial IPOPIF transition and the subsequent buildout of diversified strategies, including private market investments. Interim targets and rebalancing ranges will be updated periodically, with Board approval, as new investments move the allocation toward the long-term targets.

The table below reflects the current allocation as of 2024 fiscal year-end, as well as the latest interim and long-term asset allocation targets.

Asset Class	IPOPIF Investment Pool Allocation*	Interim Target Allocation	Long-term Target Allocation
<b>Growth</b>	<b>58.7%</b>	<b>58.0%</b>	<b>65.0%</b>
US Large	23.7%	23.0%	23.0%
US Small	5.0%	5.0%	5.0%
International Developed	19.0%	19.0%	19.0%
International Developed Small	4.9%	5.0%	5.0%
Emerging Markets	6.2%	6.0%	6.0%
Private Equity	0.0%	0.0%	7.0%
<b>Income</b>	<b>15.7%</b>	<b>16.0%</b>	<b>14.0%</b>
High Yield Corporate Credit	6.9%	7.0%	3.0%
Emerging Market Debt	5.9%	6.0%	3.0%
Bank Loans	2.9%	3.0%	3.0%
Private Credit	0.0%	0.0%	5.0%
<b>Real Assets</b>	<b>5.5%</b>	<b>6.0%</b>	<b>8.0%</b>
REITS	4.0%	4.0%	0.0%
Real Estate	1.5%	2.0%	5.0%
Infrastructure	0.0%	0.0%	3.0%
<b>Risk Mitigation</b>	<b>20.0%</b>	<b>20.0%</b>	<b>13.0%</b>
Cash	0.9%	1.0%	1.0%
Short-term Gov/Credit	10.0%	10.0%	3.0%
US Treasury	3.0%	3.0%	3.0%
US TIPS	3.0%	3.0%	3.0%
Core Fixed Income	3.2%	3.0%	3.0%
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>

\* Totals may not sum to 100% due to rounding.





## Investment Objectives

As stated in the IPOPIF's Investment Policy, the Fund's primary investment objectives are as follows:

1. To ensure the assets of the Fund are invested with the care, skill, prudence, and diligence that a prudent person acting in a like capacity would undertake.
2. To earn a long-term, net-of-fees, investment return that meets or exceeds the actuarial assumed rate of return, the return of the Broad Benchmark, and the return of the Policy Benchmark consistent with the risk level expected from the asset allocation.
3. To ensure the assets of the Fund are invested in a manner that minimizes and controls the costs incurred in administering and managing the assets.

Objective / Performance	1-Year	Annualized Since Inception (3/1/22)
Actuarial Assumed Rate of Return (Annualized)		6.8%
Broad Benchmark	13.1%	3.7%
Policy Benchmark	12.0%	4.0%
<b>Net-of-Fee Performance</b>	<b>11.9%</b>	<b>4.1%</b>

**Notes:** The Broad Benchmark represents 70% global stocks and 30% global bonds. The Policy Benchmark is a composite of the benchmark returns for underlying asset classes weighted by the Interim Target Allocation weights. Net-of-Fee Performance is calculated on a true time-weighted basis using daily cash flows and daily net asset values.

Verus greatly appreciates the opportunity we have been given to assist the IPOPIF Board of Trustees in meeting the Fund's investment objectives, and we look forward to continuing in our role of investment advisor and providing guidance to help navigate ever-changing capital market environments.

Sincerely,



Scott J. Whalen, CFA, CAIA

Managing Director

# Investment Policy

The Fund was established by legislative act of the Illinois General Assembly, P.A. 101-610, which was effective on January 1, 2020. The Fund is defined as an investment trust fund and an external investment pool. The Fund is not a component unit of any other government. As cited in 40 ILCS 5/22B-101 of the Illinois Pension Code, the Fund is created with authority to manage the reserves, funds, assets, securities, properties, and moneys of the police pension funds created pursuant to Article 3 of the Illinois Pension Code. The Fund is governed by a nine-member Board of Trustees that is comprised of three active police officers elected by participants of participating pension plans, two beneficiaries elected by beneficiaries of participating pension plans, three executive municipal members elected by mayors, presidents and other executive members of municipalities of participating pension funds, and one member recommended by the Illinois Municipal League appointed by the Governor.

The Board of Trustees adopted an Investment Policy Statement on December 17, 2021, most recently revised on April 12, 2024, that formalizes the Fund's investment objectives, philosophy, policies, and structure, and defines the roles and responsibilities of various entities involved in the investment process. Investment information presented below is intended to be a summarization. For further information on the Fund's investment program, users should refer to the full Investment Policy Statement PP 2021-08 which is located on the Fund's website or available in hard copy upon request.

## Investment Objectives

1. To ensure the assets of the Fund are invested with the care, skill, prudence, and diligence that a prudent person acting in a like capacity would undertake.
2. To earn a long-term, net-of-fees, investment return that meets or exceeds the actuarial assumed rate of return, the return of the Broad Benchmark, and the return of the Policy Benchmark consistent with the risk level expected from the asset allocation.
3. To ensure the assets of the Fund are invested in a manner that minimizes and controls the costs incurred in administering and managing the assets.



# Investment Philosophy

An outline of the core beliefs and long-term acknowledgements that will guide the Fund's investment program is as follows.

- 1.** A well-defined governance structure with clearly delineated responsibilities is critical in achieving consistent, long-term performance objectives.
- 2.** The strategic asset allocation determines the risk-reward profile of the portfolio and is the primary driver of overall portfolio performance and volatility. Key considerations include, but are not limited to, the following:
  - a.** Asset allocation has a greater effect on return variability than asset class investment structure or investment manager selection.
  - b.** Understanding expected performance variance and being steadfast in the face of negative returns is critical to long-term success.
  - c.** Disciplined portfolio rebalancing is a key aspect of prudent long-term asset allocation policy.
- 3.** Risk is multifaceted and will be evaluated holistically, incorporating quantitative measures and qualitative assessments. Risk considerations include, but are not limited to, the following:
  - a.** Key pension plan risk factors include mortality, inflation, and investment returns.
  - b.** Portfolio diversification across different asset classes, regions and risk factors reduces risk and increases risk-adjusted returns over the long-term.
  - c.** Leverage can be an effective tool to enhance diversification and control risk.
  - d.** Uncompensated risk should be minimized.
  - e.** Generating positive investment return requires recognizing and accepting non-diversifiable risk. Not taking enough risk is risky; therefore, the Fund will accept a prudent level of risk in pursuit of its enterprise objectives.
- 4.** Liquidity is a risk factor and a source of return.
  - a.** The Fund should possess sufficient liquidity to meet expected cash needs under normal and stress scenarios.
  - b.** Illiquid investments should be considered if the expected return provides attractive compensation for the loss of liquidity.
- 5.** The opportunity for active manager risk-adjusted outperformance (alpha) is not uniformly distributed across asset classes or strategies. Active strategies are preferred only when there is strong conviction that they can be expected to add alpha, net of fees. Otherwise, passive strategies are preferred.
- 6.** Investment costs will be monitored and minimized within the context of maximizing net return. The goal is not low fees, but rather maximum returns, net of fees.
  - a.** Performance-based fee structures with a low base rate and a cap on participation may be appropriate and promote alignment of interests.
  - b.** The Fund will negotiate aggressively for the lowest fees and will seek most favored nation clauses where appropriate.



# Investment Structure

## Asset Categories and Classes

Fund investments shall be prudently diversified to optimize expected risk and return. Assets can generally be categorized into four functional categories of Growth, Income, Inflation Protection, and Risk Mitigation. Each category can include multiple asset classes, representing different types of investments that can provide diversification within each functional category.

## Asset Allocation

The asset allocation establishes target weights for each asset class and is designed to maximize the long-term expected return of the Fund within an acceptable risk tolerance while providing sufficient liquidity to meet program liabilities. The asset allocation is a key determinant of investment performance. The Fund has adopted interim and long-term asset allocation targets. Interim targets are necessary to accommodate the initial transition and the subsequent buildout of diversified strategies, including private market investments. Interim targets and rebalancing ranges will be updated periodically, with Board approval, as new investments move the allocation toward the long-term targets. Rebalancing and the Policy Benchmark will be based on interim targets. Rebalancing ranges are not included where liquidity constraints prevent rebalancing. The Fund's interim and long-term asset allocation is as follows:

IPOPIF Asset Allocation Asset Classes	Target Allocation	Interim Rebalancing Range			Long-term Target Allocation
		Band	Lower	Upper	
<b>Growth</b>	<b>58.0%</b>	<b>10.0%</b>	<b>53.0%</b>	<b>63.0%</b>	<b>65.0%</b>
US Large	23.0%	4.0%	21.0%	25.0%	23.0%
US Small	5.0%	2.0%	4.0%	6.0%	5.0%
International Developed	19.0%	4.0%	17.0%	21.0%	19.0%
International Developed Small	5.0%	2.0%	4.0%	6.0%	5.0%
Emerging Markets	6.0%	2.0%	5.0%	7.0%	6.0%
Private Equity	0.0%	N/A	N/A	N/A	7.0%
<b>Income</b>	<b>16.0%</b>	<b>4.0%</b>	<b>14.0%</b>	<b>18.0%</b>	<b>14.0%</b>
High Yield Corp. Credit	7.0%	2.0%	6.0%	8.0%	3.0%
Emerging Market Debt	6.0%	2.0%	5.0%	7.0%	3.0%
Bank Loans	3.0%	2.0%	2.0%	4.0%	3.0%
Private Credit	0.0%	N/A	N/A	N/A	5.0%
<b>Real Assets</b>	<b>6.0%</b>	<b>2.0%</b>	<b>5.0%</b>	<b>7.0%</b>	<b>8.0%</b>
REITs	4.0%	2.0%	3.0%	5.0%	0.0%
Real Estate	2.0%	N/A	N/A	N/A	5.0%
Infrastructure	0.0%	N/A	N/A	N/A	3.0%
<b>Risk Mitigation</b>	<b>20.0%</b>	<b>8.0%</b>	<b>16.0%</b>	<b>24.0%</b>	<b>13.0%</b>
Cash	1.0%	2.0%	0.0%	2.0%	1.0%
Short-Term Government/Credit	10.0%	4.0%	8.0%	12.0%	3.0%
US Treasury	3.0%	2.0%	2.0%	4.0%	3.0%
US TIPS	3.0%	2.0%	2.0%	4.0%	3.0%
Core Fixed Income	3.0%	2.0%	2.0%	4.0%	3.0%
<b>Total</b>	<b>100.0%</b>				<b>100.0%</b>



## Rebalancing Policy

1. Rebalancing is the process of realigning investment weights toward targets to maintain the desired asset allocation.
2. Rebalancing ranges are included in the asset allocation.
3. The Chief Investment Officer (CIO) has the responsibility and authority to rebalance the Fund in accordance with the Fund's Investment Policy.
4. The CIO and the Investment Consultant shall review asset allocations at least quarterly or as appropriate during periods of significant market volatility.
5. Cash contributions to and withdrawals from the Fund may be used to move investment weights towards targets.
6. When asset allocations exceed the prescribed limits, or when deemed prudent by the CIO, with the advice of the Investment Consultant, Fund assets may be rebalanced to the target levels or to some point within the target range. No rebalancing action is automatically required if an asset class weight reaches a rebalancing limit. However, the CIO shall document the rationale for not acting if an allocation falls outside of the rebalancing range.
7. Rebalancing to targets will be considered at least annually by the CIO, with the advice of the Investment Consultant.
8. Rebalancing activity shall be reported at the next meeting of the Board.

## Investment Manager Selection, Monitoring and Evaluation

### Investment Manager Selection

1. Investment Manager selection shall be governed by the Fund's Procurement of Investment Services Policy.
2. Pursuant to 40 ILCS 5/1A-108, the Fund recognizes that it is the public policy of the State of Illinois to promote the economy of Illinois through the use of economic opportunity investments to the greatest extent feasible within the bounds of financial and fiduciary prudence.





## Manager Monitoring and Evaluation

Fund Staff and the Investment Consultant will evaluate each Investment Manager from a qualitative and quantitative standpoint on a quarterly basis.

1. Qualitative factors include, but are not limited to, the following.
  - a. Organizational changes, including but not limited to changes in structure, ownership, management, or departure of key personnel.
  - b. Assets under management at the firm and product level.
  - c. Conflicts of interest.
  - d. Changes in investment strategy, philosophy, process, or style.
  - e. Material litigation or regulatory challenges involving the Investment Manager.
  - f. Material client-servicing problems.
  - g. Minority brokerage utilization.
  - h. Other factors deemed relevant and considered by the Board.
2. Quantitative Review.
  - a. Long-term performance standards should measure an Investment Manager's performance using rolling returns across multiple trailing time periods (e.g., 1-year, 3-year, and 5-year) in relation to the mutually agreed upon performance index and a peer group of investment managers with similar investment styles.
  - b. Managers are expected to maintain their stated investment style and philosophy. Quantitative measures of investment style and philosophy include style mapping, style attribution analysis, and tracking error relative to the benchmark.
3. Investment Staff and the Investment Consultant will review Investment Manager performance with the Board on a quarterly basis.
4. The Investment Consultant and Investment Staff shall identify Investment Managers of concern, provide an analysis of material issues, and recommend appropriate action to the Board. Based on the analysis and recommendation provided by the Investment Consultant and Investment Staff, the Board will evaluate the Investment Manager and take action, if deemed appropriate by the Board.

## Diversity Guidelines

The Fund's investment policy includes a MWDBE Investment Manager Utilization Policy, a Minority Broker-Dealer Policy, a Fiduciary Diversity Policy and a Business Diversity Policy. For purposes of these policies, MWDBE and Minority Broker-Dealer are defined as a Minority-Owned Business, Women-Owned Business, or Business Owned by Person with a Disability, as those terms are defined in the Business Enterprise for Minorities, Women, and Persons with Disabilities Act, 30 ILCS 575/2, as amended. Along with goals for utilization of MWDBE Investment Managers and Minority Broker-Dealers, the Fund has goals specific to Emerging Investment managers. An "Emerging Investment Manager," as defined in Section 1-109.1(4) of the Illinois Pension Code, means a qualified Investment Adviser that manages an investment portfolio of at least \$10,000,000 but less than \$10,000,000,000 and is a MWDBE.

In addition to specific goals of utilization of MWDBE investment manager by asset class, in accordance with 40 ILCS 5/1-109.1(10), it is the aspirational goal for the Fund to use MWDBE Investment Managers for not less than 20% of the total assets under management. It is also the Fund's aspirational goal that not less than 20% of Investment Managers be minorities, women, and persons with disabilities, as those terms are defined in the Business Enterprise for Minorities, Women, and Persons with Disabilities Act.



# Investment Portfolio Summary

As of June 30, 2024

Asset Type	Fair Value	Percent of Total Fair Value
<b>US Equities</b>		
Large Cap Equity Separate Account	\$ 2,286,405,054	21.9%
Small Cap Equity Separate Account	483,538,332	4.6%
<b>Total US Equities</b>	<b>2,769,943,386</b>	<b>26.5%</b>
<b>US Fixed Income</b>		
US Treasury Inflation Protected Securities Separate Account	311,835,096	3.0%
Transition Account <sup>1</sup>	94,562	0.0%
<b>Total US Fixed Income</b>	<b>311,929,658</b>	<b>3.0%</b>
<b>Commingled Funds, Equity</b>		
Acadian ACWI ex US Small-Cap Fund	267,368,105	2.6%
Ishares Russell 1000 and 2000 Index ETFs	241,265,459	2.3%
LSV International Small Cap Equity Fund	126,733,121	1.2%
MSCI EAFE Index Fund	1,792,435,592	17.2%
MSCI Canada Index Fund	209,896,465	2.0%
MSCI Daily Emerging Markets Index Fund	340,140,081	3.2%
MSCI Emerging Markets ex China Fund	310,595,880	3.0%
WCM International Small Cap Growth Fund	123,182,340	1.2%
<b>Total Commingled Funds, Equity</b>	<b>3,411,617,043</b>	<b>32.7%</b>
<b>Commingled Funds, Fixed Income</b>		
Ares Institutional Loan Fund	102,476,499	1.0%
Emerging Markets Hard Currency Sovereign Bond Index Fund	625,225,679	6.0%
Pacific Asset Management Bank Loan Fund LP	204,310,952	2.0%
US Aggregated Bond Index Fund	340,632,002	3.2%
US High Yield Bond Index Fund	727,292,077	7.0%
US Short-Term Government/Credit Bond Index Fund	1,048,922,103	10.0%
US Treasury Index Fund	312,777,339	3.0%
<b>Total Commingled Funds, Fixed Income</b>	<b>3,361,636,651</b>	<b>32.2%</b>
<b>Real Estate</b>		
US REIT Index Fund	425,437,445	4.1%
Principal Real Estate US Property Separate Account	157,860,163	1.5%
<b>Total Real Estate</b>	<b>583,297,608</b>	<b>5.6%</b>
<b>Total Portfolio</b>	<b>\$ 10,438,424,346</b>	<b>100.0%</b>

<sup>1</sup> Transition account consists of investments held by the Fund that have been transferred from participating pension funds and are awaiting liquidation and transition into the Fund's target asset allocation.



# Performance Summary

Prepared by Verus Advisors

Asset Classes	1/31/24	2/28/24	3/31/24	4/30/24	5/31/24	6/30/24	Performance 7/1/23 – 6/30/24	Performance 7/1/22 – 6/30/23	Performance* 4/1/22 – 6/30/22
<b>Short-Term Investments</b>	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	5.2%	3.1%	0.0%
Short-Term Investments Benchmark	0.4%	0.4%	0.4%	0.4%	0.5%	0.4%	5.4%	3.5%	0.1%
<b>US Equities</b>	0.4%	5.4%	3.3%	-4.7%	4.8%	2.5%	21.2%	7.7%	-16.9%
US Equities Benchmark	0.4%	5.4%	3.3%	-4.8%	4.8%	2.6%	21.4%	7.6%	-16.8%
<b>US Fixed Income</b>	0.4%	-0.2%	0.7%	-0.1%	0.9%	0.7%	5.4%	-1.8%	-1.4%
US Fixed Income Benchmark	0.4%	-0.2%	0.6%	-0.1%	0.9%	0.6%	5.4%	-1.7%	-1.1%
<b>Commingled Funds, Equity</b>	-1.2%	2.2%	3.2%	-2.1%	3.4%	-0.3%	11.3%	7.9%	-14.0%
Commingled Funds, Equity Benchmark	-1.1%	2.2%	3.3%	-2.1%	3.2%	-0.6%	11.0%	7.9%	-14.6%
<b>Commingled Funds, Fixed Income</b>	-0.1%	0.0%	1.0%	-0.9%	1.1%	0.7%	7.2%	0.7%	-6.2%
Commingled Funds, Fixed Income Benchmark	-0.1%	0.0%	1.0%	-0.9%	1.1%	0.7%	7.3%	1.3%	-5.3%
<b>Real Estate</b>	-2.9%	1.1%	1.0%	-5.3%	3.4%	1.7%	2.4%	-6.7%	-6.1%
Real Estate Benchmark	-2.7%	1.2%	0.5%	-4.9%	3.2%	1.6%	1.6%	-7.3%	-11.6%

Calculations are prepared utilizing a time-weighted rate of return

\* Information prior to March 31, 2022, not available as first transfer of participating pension funds investment assets into the Fund occurred on March 1, 2022. Prior to such date, the Fund did not hold any investments.



# Performance Summary (continued)

Asset Classes	7/31/23	8/31/23	9/30/23	10/31/23	11/30/23	12/31/23
<b>Short-Term Investments</b>	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%
Short-Term Investments Benchmark	0.4%	0.5%	0.5%	0.4%	0.4%	0.5%
<b>US Equities</b>	3.9%	-2.4%	-4.9%	-3.3%	9.3%	6.2%
US Equities Benchmark	3.9%	-2.3%	-4.9%	-3.2%	9.3%	6.2%
<b>US Fixed Income</b>	0.5%	0.2%	-0.1%	0.4%	1.0%	1.1%
US Fixed Income Benchmark	0.5%	0.1%	-0.2%	0.4%	1.0%	1.1%
<b>Commingled Funds, Equity</b>	4.1%	-4.3%	-3.4%	-4.3%	9.0%	5.4%
Commingled Funds, Equity Benchmark	4.1%	-4.3%	-3.4%	-4.4%	9.1%	5.4%
<b>Commingled Funds, Fixed Income</b>	0.9%	-0.1%	-1.2%	-0.6%	3.4%	2.9%
Commingled Funds, Fixed Income Benchmark	1.0%	-0.1%	-1.1%	-0.6%	3.4%	2.9%
<b>Real Estate</b>	1.9%	-2.5%	-5.6%	-2.8%	6.9%	6.5%
Real Estate Benchmark	1.9%	-2.1%	-5.4%	-3.0%	7.2%	4.9%

Calculations are prepared utilizing a time weighted rate of return.

\* Information prior to March 31, 2022, not available as first transfer of participating pension funds investment assets into the Fund occurred on March 1, 2022. Prior to such date, the Fund did not hold any investments.

Benchmark	Benchmark constituents
Short-Term Investments Benchmark	100% 91-Day T-Bills
US Equities Benchmark	78.3% Russell 1000 Index, 21.7% Russell 2000 Index through 4/30/2023; 82.1% Russell 1000 Index, 17.9% Russell 2000 Index thereafter.
US Fixed Income Benchmark	100% Bloomberg U.S. TIPS 0-5 Year
Commingled Funds, Equity Benchmark	55.6% MSCI World ex U.S. (Net), 18.5% MSCI World ex U.S. Small Cap Index (Net), 25.9% MSCI Emerging Markets IMI (Net) through 12/31/2022; 55.6% MSCI World ex U.S. (Net), 18.5% MSCI World ex U.S. Small Cap Index (Net), 25.9% MSCI Emerging Markets (Net) through 3/31/2024; 63.3% MSCI World ex U.S. (Net), 16.7% MSCI World ex U.S. Small Cap Index (Net), 20.0% MSCI Emerging Markets (Net) through 4/30/2024; 63.3% MSCI World ex U.S. (Net), 16.7% MSCI World ex U.S. Small Cap Index (Net), 16.7% MSCI Emerging Markets (Net), 3.3% MSCI Emerging Markets ex China (Net) through 5/31/2024; 63.3% MSCI World ex U.S. (Net), 16.7% MSCI World ex U.S. Small Cap Index (Net), 13.3% MSCI Emerging Markets (Net), 6.7% MSCI Emerging Markets ex China (Net) thereafter
Commingled Funds, Fixed Income Benchmark	26.3% Bloomberg U.S. Corporate High Yield, 7.9% JPM GBI-EM GD, 7.9% JPM EMBI GD, 18.4% Bloomberg U.S. Aggregate Index, 39.5% Bloomberg 1-3 Year Gov/Credit Index through 12/31/2022; 26.3% Bloomberg U.S. Corporate High Yield, 15.8% JPM EMBI GD, 18.4% Bloomberg U.S. Aggregate Index, 39.5% Bloomberg 1-3 Year Gov/Credit Index from 1/1/2023 – 4/30/2023; 31.3% Bloomberg U.S. Corporate High Yield, 18.8% JPM EMBI GD, 9.4% Bloomberg U.S. Aggregate Index, 40.6% Bloomberg 1-3 Year Gov/Credit Index through 2/29/2024; 26.6% Bloomberg U.S. Corporate High Yield, 18.8% JPM EMBI GD, 9.4% Bloomberg U.S. Aggregate Index, 40.6% Bloomberg 1-3 Year Gov/Credit Index, 4.7% Credit Suisse Leveraged Loan Index through 3/31/2024; 21.9% Bloomberg U.S. Corporate High Yield, 18.8% JPM EMBI GD, 9.4% Bloomberg U.S. Aggregate Index, 40.6% Bloomberg 1-3 Year Gov/Credit Index, 9.4% Credit Suisse Leveraged Loan Index through 4/30/2024; 21.9% Bloomberg U.S. Corporate High Yield, 18.8% JPM EMBI GD, 9.4% Bloomberg U.S. Aggregate Index, 37.5% Bloomberg 1-3 Year Gov/Credit Index, 9.4% Credit Suisse Leveraged Loan Index, 3.1% Bloomberg US Treasury Index through 5/31/2024; 21.9% Bloomberg U.S. Corporate High Yield, 18.8% JPM EMBI GD, 9.4% Bloomberg U.S. Aggregate Index, 34.4% Bloomberg 1-3 Year Gov/Credit Index, 9.4% Credit Suisse Leveraged Loan Index, 6.3% Bloomberg US Treasury Index thereafter.
Real Estate Benchmark	66.7% Wilshire REIT, 33.3% NFI Property Index



# Ten Largest Equity Investment Holdings

Excludes Commingled Funds and Short-Term Investments

Security Name	Base Market Value	Percent of Total Investments
Microsoft Corp. Common Stock USD.0000625	153,449,555.70	1.5%
Apple Inc. Common Stock USD.00001	141,702,187.32	1.4%
Nvidia Corp. Common Stock USD.001	135,418,371.00	1.3%
Amazon.com Inc. Common Stock USD.01	80,205,320.50	0.8%
Meta Platforms Inc. Class A Common Stock Usd.000006	51,376,992.68	0.5%
Alphabet Inc. CL A Common Stock USD.001	49,863,562.50	0.5%
Alphabet Inc. CL C Common Stock USD.001	42,410,555.82	0.4%
Eli Lilly + Co. Common Stock	35,296,239.30	0.3%
Berkshire Hathaway Inc. CI B Common Stock	34,316,020.80	0.3%
Broadcom Inc. Common Stock	31,887,431.33	0.3%

A full report of Investment Holdings at June 30, 2024, is available on the Fund's website or upon request.





# Ten Largest Fixed Income Investment Holdings

Excludes commingled funds, cash equivalents and short-term investments

Security Name	Base Market Value	Percent of Total Investments
TSY INFL IX N/B 10/28 2.375	16,076,594.79	0.2%
TSY INFL IX N/B 10/27 1.625	15,201,826.22	0.1%
TSY INFL IX N/B 04/28 1.25	15,145,344.34	0.1%
TSY INFL IX N/B 07/25 0.375	15,033,437.67	0.1%
TSY INFL IX N/B 01/25 0.25	14,816,462.46	0.1%
TSY INFL IX N/B 04/27 0.125	14,584,853.13	0.1%
TSY INFL IX N/B 07/24 0.125	14,520,843.81	0.1%
TSY INFL IX N/B 04/29 2.125	14,213,069.96	0.1%
TSY INFL IX N/B 10/25 0.125	14,183,506.44	0.1%
TSY INFL IX N/B 10/26 0.125	13,704,774.40	0.1%

A full report of Investment Holdings at June 30, 2024, is available on the Fund's website or upon request.



# Equity Brokerage Commissions

July 1, 2023 - June 30, 2024

Broker Name	Commissions
Academy Securities*	\$ 1,947
Cabrera Capital*	3,026
Instinet	19,365
Jefferies	864
Loop Capital*	9,232
Penserra Securities*	4,012
Siebert Williams Shank*	5,632
<b>Total</b>	<b>\$ 44,078</b>

# Fixed Income Par Value Traded

July 1, 2023 - June 30, 2024

Broker Name	Par Value Traded
Barclays Capital Inc. US	4,305,277
BNP Paribas Securities Corp	1,873,628
Goldman Sachs and Co.	76,085,865
JP Morgan Securities LLC	7,133,459
Morgan Stanley and Co. LLC	1,565,029
Nomura Securities Int'l Inc.	10,404,752
State Street Global Markets	3,810,000
Wells Fargo Securities LLC	1,564,628
<b>Total</b>	<b>106,742,638</b>

\* Represents "minority-owned business", "women-owned business" or "business owned by a person with a disability" as those terms are defined in the Business Enterprise for Minorities, Women, and Persons with Disabilities Act.



# Schedule of Investment Fees

For the Year Ended June 30, 2024

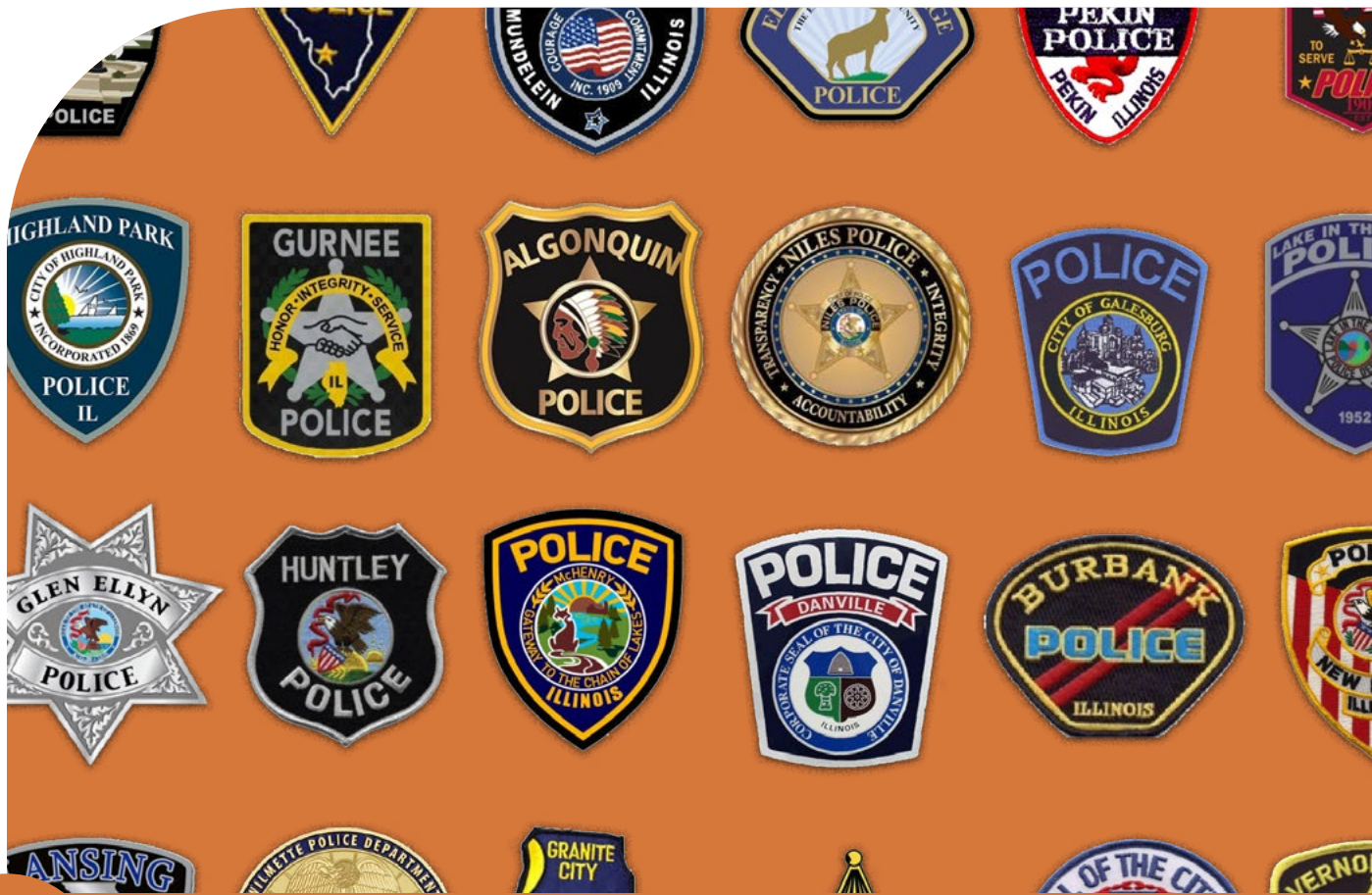
<b>Direct Investment Manager Fees</b>	<b>Fees</b>	<b>Assets Under Management as of June 30, 2024</b>
Acadian Asset Management LLC	\$ 562,482	\$ 267,368,105
LSV Asset Management	320,272	126,733,121
State Street Global Advisors Trust Company	1,127,585	6,445,284,322
Rhumblin Advisors Limited Partnership	132,823	3,011,208,845
<b>Total Direct Investment Management Fees*</b>	<b>2,143,162</b>	

<b>Other Direct Investment Expenses</b>		
Investment Consultant — Verus Advisory, Inc.	427,500	
Custodian — State Street Bank & Trust Company, NA	421,660	
<b>Total Other Direct Investment Expenses</b>	<b>849,160</b>	
<b>Total Direct Investment Expenses</b>	<b>2,992,322</b>	

<b>Investment Fees Net with Investment Return*</b>	<b>Fees</b>	<b>Assets Under Management as of June 30, 2024</b>
WCM Investment Management, LLC	254,144	123,182,340
Ares Management LLC	72,640	102,476,499
Aristotle Pacific Capital LLC	183,208	204,310,952
Principal Financial Group	1,319,300	157,860,163
<b>Total Investment Fees Net with Investment Return</b>	<b>\$ 1,829,292</b>	

\* These fees are deducted directly by the Investment Manager from the Fund's investment balance based on the net asset value of the investment.





## Statistical Section

The Illinois Police Officers' Pension Investment Fund (IPOPIF) was created through Public Act 101-0610 that provided for the mandatory consolidation of the investment assets of the state's public safety pension funds into two investment funds one for police and one for fire.

Article 22(B) within Chapter 40, Article 5 of the Illinois Compiled Statutes (ILCS) created the authority to manage the reserves, funds, assets, securities, properties, and moneys of the police pension funds created pursuant to Article 3 of the Pension Code.

The Article 3 police pension plans retain their responsibilities to manage benefit distribution and eligibility determinations, including pension disability awards. The information regarding the financial, operational status, retirement benefits and membership data of each pension system remains within the scope of the local Article 3 police pension plans to report individually and separately from the IPOPIF annual comprehensive financial report.

The list of those Article 3 police pension funds that are participating in the mandatory consolidation of investment assets with IPOPIF is included in this section.

# Article 3 Police Pension Funds

Addison Police Pension Fund	Buffalo Grove Police Pension Fund	Clinton Police Pension Fund
Algonquin Police Pension Fund	Burbank Police Pension Fund	Coal City Police Pension Fund
Alsip Police Pension Fund	Burnham Police Pension Fund	Collinsville Police Pension Fund
Alton Police Pension Fund	Burr Ridge Police Pension Fund	Colona Police Pension Fund
Anna Police Pension Fund	Cahokia Heights Police Pension Fund	Columbia Police Pension Fund
Antioch Police Pension Fund	Cairo Police Pension Fund	Country Club Hills Police Pension Fund
Arlington Heights Police Pension Fund*	Calumet City Police Pension Fund	Countryside Police Pension Fund
Aurora Police Pension Fund*	Calumet Park Police Pension Fund	Crest Hill Police Pension Fund
Barrington Hills Police Pension Fund	Campton Hills Police Pension Fund	Crestwood Police Pension Fund
Barrington Police Pension Fund	Canton Police Pension Fund	Crete Police Pension Fund
Bartlett Police Pension Fund	Carbondale Police Pension Fund	Creve Coeur Police Pension Fund
Bartonville Police Pension Fund	Carlinville Police Pension Fund	Crystal Lake Police Pension Fund
Batavia Police Pension Fund	Carmi Police Pension Fund	Danville Police Pension Fund
Beardstown Police Pension Fund	Carol Stream Police Pension Fund	Darien Police Pension Fund
Belleville Police Pension Fund	Carpentersville Police Pension Fund	Decatur Police Pension Fund
Bellwood Police Pension Fund	Cartersville Police Pension Fund	Deerfield Police Pension Fund
Belvidere Police Pension Fund	Cary Police Pension Fund	DeKalb Police Pension Fund*
Bensenville Police Pension Fund	Caseyville Police Pension Fund	Des Plaines Police Pension Fund
Benton Police Pension Fund	Centralia Police Pension Fund	Dixon Police Pension Fund
Berkeley Police Pension Fund	Champaign Police Pension Fund*	Dolton Police Pension Fund
Berwyn Police Pension Fund	Channahon Police Pension Fund	Downers Grove Police Pension Fund
Bethalto Police Pension Fund	Charleston Police Pension Fund	Du Quoin Police Pension Fund
Bloomington Police Pension Fund	Chatham Police Pension Fund	East Alton Police Pension Fund
Bloomington Police Pension Fund	Cherry Valley Police Pension Fund	East Dundee Police Pension Fund
Blue Island Police Pension Fund	Chester Police Pension Fund	East Moline Police Pension Fund
Bolingbrook Police Pension Fund	Chicago Heights Police Pension Fund*	East Peoria Police Pension Fund
Bourbonnais Police Pension Fund	Chicago Ridge Police Pension Fund*	East St. Louis Police Pension Fund*
Bradley Police Pension Fund	Chillicothe Police Pension Fund	Edwardsville Police Pension Fund
Braidwood Police Pension Fund	Cicero Police Pension Fund	Effingham Police Pension Fund
Bridgeview Police Pension Fund	Clarendon Hills Police Pension Fund	Elburn Police Pension Fund
Broadview Police Pension Fund		Eldorado Police Pension Fund
Brookfield Police Pension Fund		Elgin Police Pension Fund*

\* As of June 30, 2024, investment assets not received





Elk Grove Village Police Pension Fund	Gurnee Police Pension Fund	La Grange Park Police Pension Fund
Elmhurst Police Pension Fund*	Hampshire Police Pension Fund	La Grange Police Pension Fund
Elmwood Park Police Pension Fund	Hanover Park Police Pension Fund	La Salle Police Pension Fund
Eureka Police Pension Fund	Harrisburg Police Pension Fund	Lake Bluff Police Pension Fund
Evanston Police Pension Fund*	Harvard Police Pension Fund	Lake Forest Police Pension Fund
Evergreen Park Police Pension Fund	Harvey Police Pension Fund	Lake In the Hills Police Pension Fund
Fairfield Police Pension Fund	Harwood Heights Police Pension Fund	Lake Villa Police Pension Fund
Fairview Heights Police Pension Fund*	Hawthorn Woods Police Pension Fund	Lake Zurich Police Pension Fund
Flora Police Pension Fund	Hazel Crest Police Pension Fund	Lakemoor Police Pension Fund
Flossmoor Police Pension Fund	Herrin Police Pension Fund	Lansing Police Pension Fund
Forest Park Police Pension Fund	Hickory Hills Police Pension Plan	Lawrenceville Police Pension Fund
Forest View Police Pension Fund	Highland Park Police Pension Fund	Lemont Police Pension Fund
Fox Lake Police Pension Fund	Highland Police Pension Fund	Libertyville Police Pension Fund
Fox River Grove Police Pension Fund	Highwood Police Pension Fund	Lincoln Police Pension Fund
Frankfort Police Pension Fund	Hillsboro Police Pension Fund	Lincolnshire Police Pension Fund
Franklin Park Police Pension Fund	Hillside Police Pension Fund	Lincolnwood Police Pension Fund
Freeport Police Pension Fund	Hinsdale Police Pension Fund	Lindenhurst Police Pension Fund
Galesburg Police Pension Fund	Hodgkins Police Pension Fund	Lisle Police Pension Fund
Geneseo Police Pension Fund	Hoffman Estates Police Pension Fund	Litchfield Police Pension Fund
Geneva Police Pension Fund	Homewood Police Pension Fund	Lockport Police Pension Fund
Genoa Police Pension Fund	Hoopeston Police Pension Fund	Lombard Police Pension Fund
Gilberts Police Pension Fund	Huntley Police Pension Fund	Loves Park Police Pension Fund
Glen Carbon Police Pension Fund	Island Lake Police Pension Fund	Lynwood Police Pension Fund
Glen Ellyn Police Pension Fund	Itasca Police Pension Fund	Lyons Police Pension Fund
Glencoe Police Pension Fund	Jacksonville Police Pension Fund	Macomb Police Pension Fund
Glendale Heights Police Pension Fund	Jerseyville Police Pension Fund	Madison Police Pension Fund
Glenview Police Pension Fund	Johnsburg Police Pension Fund	Mahomet Police Pension Fund
Glenwood Police Pension Fund	Joliet Police Pension Fund	Manhattan Police Pension Fund
Granite City Police Pension Fund	Justice Police Pension Fund	Manteno Police Pension Fund
Grayslake Police Pension Fund	Kankakee Police Pension Fund	Marengo Police Pension Fund
Greenville Police Pension Fund	Kenilworth Police Pension Fund	Marion Police Pension Fund
	Kewanee Police Pension Fund	Markham Police Pension Fund
	Kildeer Police Pension Fund	Marseilles Police Pension Fund
		Maryville Police Pension Fund*
		Mascoutah Police Pension Fund

\* As of June 30, 2024, investment assets not received



Matteson Police Pension Fund	Northfield Police Pension Fund	Pontoon Beach Police Pension Fund
Mattoon Police Pension Fund	Northlake Police Pension Fund	Posen Police Pension Fund
Maywood Police Pension Fund	Oak Brook Police Pension Fund	Princeton Police Pension Fund
McCook Police Pension Fund	Oak Forest Police Pension Fund	Prospect Heights Police Pension Fund
McHenry Police Pension Fund	Oak Lawn Police Pension Fund	Quincy Police Pension Fund
Melrose Park Police Pension Fund	Oak Park Police Pension Fund	Rantoul Police Pension Fund*
Mendota Police Pension Fund	Oakbrook Terrace Police Pension Fund	Richton Park Police Pension Fund
Metropolis Police Pension Fund	O'Fallon Police Pension Fund	River Forest Police Pension Fund
Midlothian Police Pension Fund	Oglesby Police Pension Fund	River Grove Police Pension Fund
Milan Police Pension Fund	Olney Police Pension Fund	Riverdale Police Pension Fund
Minooka Police Pension Fund	Olympia Fields Police Pension Fund	Riverside Police Pension Fund
Mokena Police Pension Fund*	Orland Hills Police Pension Fund	Robbins Police Pension Fund*
Moline Police Pension Fund	Orland Park Police Pension Fund	Robinson Police Pension Fund
Monee Police Pension Fund	Oswego Police Pension Fund	Rochelle Police Pension Fund
Monmouth Police Pension Fund	Ottawa Police Pension Fund	Rock Falls Police Pension Fund
Montgomery Police Pension Fund	Palatine Police Pension Fund	Rock Island Police Pension Fund
Monticello Police Pension Fund*	Palos Heights Police Pension Fund*	Rockford Police Pension Fund
Morris Police Pension Fund	Palos Hills Police Pension Fund	Rockton Police Pension Fund
Morton Grove Police Pension Fund	Palos Park Police Pension Fund	Rolling Meadows Police Pension Fund
Morton Police Pension Fund	Pana Police Pension Fund	Romeoville Police Pension Fund
Mount Carmel Police Pension Fund	Paris Police Pension Fund	Roscoe Police Pension Fund
Mount Prospect Police Pension Fund	Park City Police Pension Fund	Roselle Police Pension Fund
Mount Vernon Police Pension Fund	Park Forest Police Pension Fund	Round Lake Beach Police Pension Fund
Mount Zion Police Pension Fund	Park Ridge Police Pension Fund	Round Lake Park Police Pension Fund
Mundelein Police Pension Fund	Pekin Police Pension Fund	Round Lake Police Pension Fund
Murphysboro Police Pension Fund	Peoria Heights Police Pension Fund	Salem Police Pension Fund
Naperville Police Pension Fund	Peoria Police Pension Fund	Sandwich Police Pension Fund
New Lenox Police Pension Fund	Peotone Police Pension Fund	Sauk Village Police Pension Fund
Niles Police Pension Fund	Peru Police Pension Fund	Savanna Police Pension Fund
Normal Police Pension Fund	Pinckneyville Police Pension Fund	Schaumburg Police Pension Fund
Norridge Police Pension Fund	Pingree Grove Police Pension Fund	Schiller Park Police Pension Fund
North Aurora Police Pension Fund	Plainfield Police Pension Fund	Shelbyville Police Pension Fund
North Chicago Police Pension Fund	Plano Police Pension Fund	
North Riverside Police Pension Fund	Pontiac Police Pension Fund	
Northbrook Police Pension Fund		

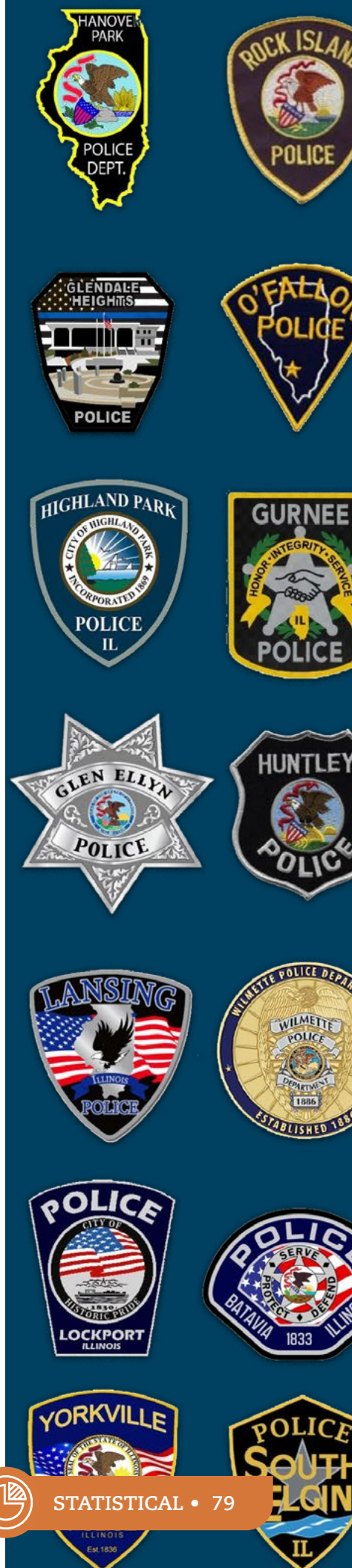
\* As of June 30, 2024, investment assets not received



Shiloh Police Pension Fund  
 Shorewood Police Pension Fund  
 Silvis Police Pension Fund  
 Skokie Police Pension Fund  
 South Barrington Police Pension Fund  
 South Beloit Police Pension Fund  
 South Chicago Heights Police Pension Fund\*  
 South Elgin Police Pension Fund  
 South Holland Police Pension Fund  
 Spring Grove Police Pension Fund  
 Spring Valley Police Pension Fund  
 Springfield Police Pension Fund  
 St. Charles Police Pension Fund  
 Staunton Police Pension Fund  
 Steger Police Pension Fund  
 Sterling Police Pension Fund  
 Stickney Police Pension Fund  
 Stone Park Police Pension Fund\*  
 Streamwood Police Pension Fund  
 Streator Police Pension Fund  
 Sugar Grove Police Pension Fund  
 Summit Police Pension Fund  
 Swansea Police Pension Fund  
 Sycamore Police Pension Fund  
 Taylorville Police Pension Fund  
 Tinley Park Police Pension Fund  
 Troy Police Pension Fund  
 University Park Police Pension Fund  
 Urbana Police Pension Fund  
 Vandalia Police Pension Fund  
 Venice Police Pension Fund\*  
 Vernon Hills Police Pension Fund  
 Villa Park Police Pension Fund\*  
 Warrenville Police Pension Fund

Washington Park Police Pension Fund\*  
 Washington Police Pension Fund  
 Waterloo Police Pension Fund  
 Watseka Police Pension Fund  
 Wauconda Police Pension Fund  
 Waukegan Police Pension Fund  
 Wayne Police Pension Fund  
 West Chicago Police Pension Fund  
 West Dundee Police Pension Fund  
 West Frankfort Police Pension Fund  
 Westchester Police Pension Fund  
 Western Springs Police Pension Fund  
 Westmont Police Pension Fund  
 Wheaton Police Pension Fund  
 Wheeling Police Pension Fund  
 Willow Springs Police Pension Fund  
 Willowbrook Police Pension Fund  
 Wilmette Police Pension Fund  
 Wilmington Police Pension Fund  
 Winfield Police Pension Fund  
 Winnetka Police Pension Fund  
 Winthrop Harbor Police Pension Fund  
 Wood Dale Police Pension Fund\*  
 Wood River Police Pension Fund  
 Woodridge Police Pension Fund\*  
 Woodstock Police Pension Fund  
 Worth Police Pension Fund  
 Yorkville Police Pension Fund  
 Zion Police Pension Fund

\* As of June 30, 2024, investment assets not received





# Article 3 Funds Population Trends and Net Balance per Fund\*

For the Fiscal Year ending June 30, 2024

Population Estimate (as of July 1)

Municipality	2021	2022	2023	County	June 30, 2024 Net Fund Balance
Aurora	179,397	177,931	177,563	Kane	\$0
Joliet	150,627	150,156	150,489	Will	\$331,155,338
Naperville	149,505	150,024	150,245	DuPage	\$255,873,498
Rockford	147,745	146,646	146,120	Winnebago	\$219,627,733
Elgin	114,036	113,131	113,310	Cook	\$0
Springfield	113,733	113,071	112,544	Sangamon	\$206,421,441
Peoria	111,787	110,777	110,460	Peoria	\$219,969,237
Champaign	89,293	89,082	89,189	Champaign	\$0
Waukegan	88,732	88,073	87,642	Lake	\$143,772,702
Cicero	83,219	81,738	81,004	Cook	\$107,844,200
Bloomington	78,815	78,764	78,587	McLean	\$119,132,493
Schaumburg	77,084	76,062	75,750	Cook	\$128,736,204
Evanston	76,586	75,369	75,070	Cook	\$0
Arlington Heights	76,071	75,035	74,495	Cook	\$0
Bolingbrook	73,696	74,062	74,088	Will	\$101,155,855
Decatur	70,088	69,201	68,670	Macon	\$132,708,892
Skokie	66,451	65,355	64,937	Cook	\$169,859,554
Palatine	66,436	65,347	64,869	Cook	\$117,816,417
Des Plaines	59,422	58,462	58,010	Cook	\$89,448,347
Orland Park	57,911	57,377	57,074	Cook	\$123,970,610
Oak Lawn	57,094	56,163	55,734	Cook	\$89,995,836
Berwyn	55,873	54,901	54,414	Cook	\$138,940,595
Mount Prospect	55,630	54,722	54,298	Cook	\$93,985,897
Tinley Park	54,946	54,191	53,886	Cook	\$97,253,663
Wheaton	53,441	53,033	52,938	DuPage	\$106,308,662
Normal	52,805	52,776	52,618	McLean	\$59,739,757
Oak Park	53,297	52,431	52,055	Cook	\$119,028,260
Hoffman Estates	51,419	50,568	50,179	Cook	\$95,356,266
Downers Grove	49,760	49,394	49,706	DuPage	\$72,387,256
Plainfield	45,606	46,281	47,448	Will	\$53,888,972
Glenview	47,781	47,162	46,904	Cook	\$100,079,629
Elmhurst	45,485	45,305	45,336	DuPage	\$0





Lombard	44,030	43,901	43,779	DuPage	\$84,434,380
Buffalo Grove	42,818	42,566	42,482	Cook	\$97,394,135
Moline	42,465	42,037	41,965	Rock Island	\$86,600,414
Romeoville	41,440	41,067	40,955	Will	\$66,060,942
Crystal Lake	40,482	40,633	40,861	McHenry	\$56,771,649
Belleville	41,828	41,228	40,726	St Clair	\$50,271,993
DeKalb	40,292	40,219	40,211	DeKalb	\$0
Bartlett	40,548	40,137	39,992	Cook	\$62,207,331
Carol Stream	39,427	39,082	38,966	DuPage	\$74,360,554
Quincy	39,108	38,840	38,803	Adams	\$54,515,630
Urbana	38,652	38,414	38,209	Champaign	\$49,356,203
Park Ridge	38,796	38,196	37,897	Cook	\$69,484,406
Streamwood	38,704	38,067	37,780	Cook	\$62,643,562
Wheeling	38,472	37,857	37,725	Cook	\$71,095,789
Carpentersville	37,697	37,292	37,099	Cook	\$63,933,265
Oswego	35,349	35,917	37,074	Kendall	\$48,236,025
Hanover Park	36,831	36,353	36,165	DuPage	\$48,178,956
Rock Island	36,589	36,270	36,132	Rock Island	\$44,405,425
Addison	35,391	35,158	35,167	DuPage	\$69,941,579
Calumet City	35,227	34,633	34,358	Cook	\$61,534,888
Northbrook	34,560	34,102	33,977	Cook	\$71,597,121
Woodridge	33,865	33,616	33,566	DuPage	\$0
St. Charles	33,038	32,747	32,654	Kane	\$53,576,097
Glendale Heights	32,810	32,513	32,409	DuPage	\$61,998,254
O'Fallon	32,280	32,081	31,968	St Clair	\$42,956,176
Mundelein	31,586	31,645	31,790	Lake	\$38,705,136
Elk Grove Village	32,112	31,596	31,350	Cook	\$118,651,019
Pekin	31,471	31,191	31,126	Tazewell	\$43,997,664
North Chicago	30,649	30,517	30,416	Lake	\$15,415,188
Highland Park	30,200	30,194	30,272	Lake	\$54,613,481
Gurnee	30,549	30,339	30,193	Lake	\$78,235,014
Algonquin	29,969	29,936	30,134	McHenry	\$50,881,719
Niles	30,228	29,743	29,513	Cook	\$50,749,637
Galesburg	29,647	29,249	29,130	Knox	\$10,091,718
Lake in the Hills	28,976	28,686	28,661	McHenry	\$50,599,109
Glen Ellyn	28,648	28,418	28,347	DuPage	\$39,948,822
Huntley	28,008	28,124	28,269	McHenry	\$19,680,540
McHenry	27,602	28,234	28,251	McHenry	\$60,784,005





Danville	28,801	28,383	28,206	Vermillion	\$28,534,267
Burbank	28,821	28,369	28,164	Cook	\$71,380,070
New Lenox	27,518	27,615	28,047	Will	\$36,252,868
Lansing	28,418	27,936	27,713	Cook	\$39,464,464
Wilmette	27,633	27,204	27,026	Cook	\$61,110,092
Granite City	27,328	27,091	26,908	Madison	\$53,196,706
Round Lake Beach	27,099	26,913	26,783	Lake	\$33,148,475
Edwardsville	26,711	26,635	26,698	Madison	\$30,477,810
Vernon Hills	26,799	26,788	26,677	Lake	\$66,216,585
Lockport	26,149	26,105	26,537	Will	\$36,503,288
Batavia	26,347	26,219	26,235	Kane	\$40,674,822
Oak Forest	26,851	26,404	26,199	Cook	\$37,492,937
Chicago Heights	26,850	26,401	26,184	Cook	\$0
Woodstock	25,760	25,646	25,699	McHenry	\$32,737,711
Belvidere	25,161	25,134	25,297	Boone	\$30,487,251
West Chicago	25,418	25,193	25,116	DuPage	\$47,349,889
Alton	25,422	25,189	25,006	Madison	\$60,361,080
Yorkville	22,686	23,864	24,693	Kendall	\$17,501,742
South Elgin	23,964	24,018	24,277	Kane	\$30,044,297
Zion	24,521	24,340	24,206	Lake	\$28,410,952
Morton Grove	24,735	24,320	24,131	Cook	\$47,477,458
Westmont	24,201	23,998	23,933	DuPage	\$43,244,993
Collinsville	24,162	23,944	23,779	Madison	\$34,689,756
Melrose Park	24,247	23,844	23,666	Cook	\$28,484,671
Kankakee	23,805	23,585	23,503	Kankakee	\$45,627,437
Elmwood Park	23,960	23,553	23,369	Cook	\$49,851,295
Loves Park	23,344	23,314	23,335	Winnebago	\$23,519,229
Rolling Meadows	23,777	23,507	23,329	Cook	\$65,150,624
Lisle	23,477	23,279	23,222	DuPage	\$46,267,922
Freeport	23,655	23,376	23,136	Stephenson	\$53,853,619
Maywood	23,140	22,881	22,880	Cook	\$31,569,489
Roselle	22,698	22,509	22,508	DuPage	\$33,069,156
Bloomington	22,458	22,343	22,298	DuPage	\$22,574,882
East Peoria	22,274	22,084	22,012	Tazewell	\$40,564,373
Montgomery	21,356	21,850	21,955	Kane	\$14,035,373
Villa Park	22,007	21,811	21,727	DuPage	\$0
Darien	21,804	21,604	21,698	DuPage	\$37,332,660
Carbondale	21,769	21,725	21,592	Jackson	\$59,438,243



Blue Island	22,038	21,668	21,494	Cook	\$16,988,176
Geneva	21,284	21,218	21,129	Kane	\$32,364,209
Grayslake	21,144	20,999	20,954	Lake	\$33,931,478
Frankfort	20,518	20,687	20,907	Will	\$26,346,105
East Moline	21,098	20,873	20,806	Rock Island	\$42,222,639
Park Forest	21,252	20,915	20,763	Will	\$27,448,701
South Holland	20,991	20,641	20,483	Cook	\$35,786,286
Dolton	20,927	20,575	20,410	Cook	\$32,602,364
Libertyville	20,527	20,420	20,332	Lake	\$44,524,557
Crest Hill	20,348	20,169	20,118	Will	\$29,576,035
Mokena	19,870	19,765	19,759	Will	\$0
Lake Zurich	19,701	19,642	19,676	Lake	\$33,787,104
Harvey	19,874	19,545	19,397	Cook	\$20,119,548
Lake Forest	19,325	19,271	19,354	Lake	\$50,342,476
North Aurora	18,349	18,403	19,022	Kane	\$28,578,848
Evergreen Park	19,496	19,170	19,010	Cook	\$32,083,960
Deerfield	19,088	18,966	18,884	Lake	\$62,118,459
Ottawa	18,816	18,683	18,752	La Salle	\$28,724,782
Sycamore	18,678	18,652	18,682	DeKalb	\$10,447,090
Brookfield	19,064	18,734	18,591	Cook	\$28,189,186
Homewood	19,009	18,692	18,540	Cook	\$37,296,962
Round Lake	18,632	18,512	18,430	Lake	\$13,193,821
Shorewood	18,277	18,276	18,369	Will	\$23,873,781
Bensenville	18,588	18,415	18,352	DuPage	\$36,036,653
Matteson	18,680	18,398	18,293	Cook	\$33,605,742
Alsip	18,638	18,326	18,198	Cook	\$31,242,514
Bourbonnais	18,013	18,011	18,042	Kankakee	\$21,879,409
Cary	17,865	17,819	17,977	McHenry	\$18,721,889
Bellwood	18,360	18,042	17,890	Cook	\$37,619,800
Franklin Park	18,336	18,020	17,871	Cook	\$36,350,500
Palos Hills	18,134	17,843	17,759	Cook	\$25,723,473
East St. Louis	18,185	17,884	17,642	St Clair	\$0
Lemont	17,648	17,611	17,575	Cook	\$28,642,761
Morton	17,131	17,296	17,469	Tazewell	\$18,092,602
Hinsdale	17,284	17,243	17,297	DuPage	\$29,449,937
Jacksonville	17,497	17,321	17,237	Morgan	\$21,346,300
Cahokia Heights	17,622	17,336	17,114	St Clair	\$13,427,947
Charleston	17,251	17,124	17,028	Coles	\$18,910,303

Marion	16,738	16,695	16,852	Williamson	\$20,042,640
Mattoon	16,867	16,672	16,560	Coles	\$7,835,081
Bridgeview	16,685	16,432	16,324	Cook	\$29,648,674
Fairview Heights	16,471	16,297	16,125	St Clair	\$0
Westchester	16,510	16,228	16,094	Cook	\$31,615,970
Country Club Hills	16,408	16,136	16,013	Cook	\$26,476,117
Washington	15,980	15,848	15,833	Tazewell	\$8,881,059
La Grange	15,988	15,786	15,667	Cook	\$20,514,300
Prospect Heights	15,703	15,452	15,334	Cook	\$24,767,959
Bradley	15,291	15,221	15,263	Kankakee	\$36,033,175
Dixon	15,314	15,212	15,096	Lee	\$31,356,095
Warrenville	14,657	14,840	15,027	DuPage	\$30,044,003
Macomb	14,859	14,886	14,849	McDonough	\$18,518,775
Antioch	14,831	14,791	14,833	Lake	\$17,505,865
Shiloh	14,326	14,505	14,736	St Clair	\$9,507,125
Norridge	14,983	14,740	14,620	Cook	\$38,511,779
Chatham	14,467	14,441	14,525	Sangamon	\$12,311,283
Sterling	14,752	14,541	14,508	Whiteside	\$31,917,868
Morris	14,355	14,393	14,508	Grundy	\$20,534,636
Swansea	14,218	14,082	14,472	St Clair	\$18,992,597
Lindenhurst	14,328	14,332	14,339	Lake	\$11,369,819
Mount Vernon	14,495	14,295	14,247	Jefferson	\$22,399,716
Channahon	13,777	13,944	14,138	Will	\$17,314,560
Wauconda	14,028	13,949	13,891	Lake	\$23,780,231
Hickory Hills	14,200	13,981	13,884	Cook	\$49,923,715
Glen Carbon	13,887	13,865	13,868	Madison	\$11,530,792
Chicago Ridge	14,114	13,940	13,834	Cook	\$0
Wood Dale	13,918	13,811	13,774	DuPage	\$0
Midlothian	14,002	13,783	13,675	Cook	\$18,931,152
Forest Park	14,005	13,771	13,660	Cook	\$23,725,391
Western Springs	13,399	13,278	13,290	Cook	\$19,225,654
Lincoln	13,282	13,119	13,072	Logan	\$10,366,401
La Grange Park	13,190	12,981	13,011	Cook	\$19,488,768
Minooka	12,812	12,831	12,879	Grundy	\$14,696,255
Canton	13,167	13,022	12,875	Fulton	\$15,642,049
Lincolnwood	13,168	12,961	12,872	Cook	\$28,210,688
Hazel Crest	13,084	12,871	12,771	Cook	\$25,562,352
Plano	12,196	12,495	12,676	Kendall	\$9,031,683



Richton Park	12,502	12,417	12,322	Cook	\$20,359,392
Winnetka	12,504	12,347	12,292	Cook	\$39,620,072
Northlake	12,569	12,369	12,270	Cook	\$36,956,789
Streator	12,415	12,282	12,269	La Salle	\$13,890,337
Effingham	12,258	12,201	12,258	Effingham	\$21,416,651
Kewanee	12,382	12,272	12,222	Henry	\$9,927,708
Herrin	12,258	12,174	12,178	Williamson	\$30,127,603
Justice	12,351	12,172	12,081	Cook	\$14,357,910
Rantoul	12,193	12,103	11,956	Champaign	\$0
Centralia	12,069	11,929	11,848	Marion	\$12,274,403
Palos Heights	11,793	11,603	11,515	Cook	\$0
River Forest	11,493	11,310	11,227	Cook	\$28,981,851
Troy	11,041	11,140	11,209	Madison	\$11,408,760
Schiller Park	11,449	11,258	11,164	Cook	\$25,417,908
Waterloo	11,080	11,118	11,144	Monroe	\$9,061,373
Pingree Grove	10,751	11,035	11,137	Kane	\$1,204,821
Markham	11,408	11,218	11,129	Cook	\$24,971,048
Burr Ridge	11,131	11,034	11,023	DuPage	\$23,714,774
Pontiac	11,161	11,090	11,010	Livingston	\$11,703,817
Columbia	10,993	10,964	10,933	Monroe	\$10,048,648
Roscoe	10,906	10,842	10,843	Winnebago	\$6,799,518
Fox Lake	10,942	10,861	10,805	Lake	\$23,016,992
Campton Hills	10,862	10,782	10,795	Kane	\$5,049,381
Summit	10,898	10,707	10,616	Cook	\$11,869,421
Manhattan	10,041	10,339	10,547	Will	\$4,674,965
Worth	10,730	10,567	10,494	Cook	\$14,586,347
Barrington	10,655	10,537	10,476	Cook	\$24,086,866
Crestwood	10,603	10,457	10,387	Cook	\$2,839,899
Lyons	10,574	10,392	10,304	Cook	\$9,204,874
River Grove	10,553	10,369	10,282	Cook	\$14,856,053
Mahomet	9,656	10,048	10,273	Champaign	\$3,535,925
Wood River	10,408	10,335	10,270	Madison	\$11,341,665
Taylorville	10,382	10,293	10,247	Christian	\$8,983,886
Riverdale	10,420	10,242	10,159	Cook	\$6,173,428
Winfield	10,142	10,053	10,054	DuPage	\$14,435,042
Highland	10,030	10,000	9,961	Madison	\$14,843,279
Peru	9,884	9,784	9,780	La Salle	\$9,297,543
Sauk Village	9,715	9,559	9,491	Cook	\$6,229,429



La Salle	9,526	9,431	9,432	La Salle	\$9,198,148
Hawthorn Woods	9,218	9,314	9,373	Lake	\$6,950,430
Harvard	9,467	9,376	9,356	McHenry	\$18,684,861
Itasca	9,447	9,371	9,346	DuPage	\$20,723,594
Rochelle	9,373	9,342	9,319	Ogle	\$14,935,327
Steger	9,464	9,335	9,283	Cook	\$5,501,713
Flossmoor	9,483	9,320	9,252	Cook	\$19,102,742
Sugar Grove	9,248	9,178	9,210	Kane	\$6,361,474
Manteno	9,179	9,163	9,178	Kankakee	\$13,047,912
Bethalto	9,267	9,200	9,170	Madison	\$8,864,990
Willowbrook	9,138	9,062	9,038	DuPage	\$28,389,095
Lynwood	8,998	8,984	9,025	Cook	\$2,505,363
Mascoutah	8,688	8,620	8,916	St Clair	\$7,527,573
Riverside	9,082	8,921	8,845	Cook	\$13,380,145
Gilberts	8,376	8,629	8,772	Kane	\$7,222,364
Harwood Heights	8,857	8,704	8,632	Cook	\$24,687,275
Lake Villa	8,702	8,656	8,625	Lake	\$8,570,262
Rock Falls	8,723	8,602	8,600	Whiteside	\$7,172,796
Glencoe	8,707	8,595	8,570	Cook	\$43,333,449
Monmouth	8,771	8,657	8,567	Warren	\$9,330,746
Clarendon Hills	8,641	8,575	8,562	DuPage	\$10,842,847
Olney	8,671	8,550	8,512	Richland	\$7,405,264
Crete	8,411	8,336	8,316	Lake	\$10,004,127
Maryville	8,275	8,312	8,316	Madison	\$0
Glenwood	8,474	8,334	8,268	Cook	\$14,381,633
Jerseyville	8,295	8,250	8,263	Jersey	\$7,351,742
Hampshire	7,778	7,811	8,086	Kane	\$4,030,729
Oak Brook	8,096	8,035	8,049	DuPage	\$44,324,859
Paris	8,157	8,063	8,039	Edgar	\$7,040,035
Island Lake	8,026	7,956	7,992	Lake	\$3,470,193
Hillside	8,124	7,987	7,923	Cook	\$23,271,072
Lincolnshire	7,958	7,938	7,912	Lake	\$30,048,574
Harrisburg	8,066	7,972	7,907	Saline	\$6,856,739
Silvis	7,955	7,894	7,896	Rock Island	\$10,283,197
South Beloit	7,938	7,891	7,893	Winnebago	\$5,922,610
West Dundee	7,821	7,918	7,878	Kane	\$16,394,412
Park City	7,881	7,857	7,842	Lake	\$5,173,299
Rockton	7,815	7,767	7,768	Winnebago	\$10,027,782



Broadview	7,968	7,830	7,762	Cook	\$30,966,671
Round Lake Park	7,688	7,709	7,724	Lake	\$10,679,623
Princeton	7,735	7,718	7,700	Bureau	\$11,249,258
Marengo	7,581	7,560	7,608	McHenry	\$7,893,964
Vandalia	7,436	7,386	7,358	Fayette	\$6,192,720
Sandwich	7,204	7,156	7,212	DeKalb	\$7,631,221
West Frankfort	7,215	7,169	7,145	Franklin	\$5,863,020
North Riverside	7,254	7,129	7,071	Cook	\$21,273,788
Salem	7,202	7,108	7,056	Marion	\$9,095,536
Robinson	7,143	7,077	7,010	Crawford	\$3,984,131
University Park	7,094	7,022	7,002	Will	\$5,437,479
Greenville	7,028	7,025	6,979	Bond	\$5,720,809
Murphysboro	7,038	7,015	6,963	Jackson	\$2,923,187
Mendota	7,009	6,934	6,929	La Salle	\$8,910,255
Clinton	6,930	6,905	6,898	DeWitt	\$8,061,629
Stickney	6,965	6,854	6,803	Cook	\$5,764,418
Mount Carmel	6,913	6,809	6,751	Wabash	\$268,244
Chester	6,817	6,772	6,732	Randolph	\$2,459,198
Calumet Park	6,857	6,741	6,685	Cook	\$6,491,578
Litchfield	6,729	6,677	6,614	Kankakee	\$7,349,892
Benton	6,649	6,608	6,598	Franklin	\$5,546,226
Winthrop Harbor	6,665	6,625	6,594	Lake	\$4,500,304
Orland Hills	6,739	6,628	6,578	Cook	\$1,955,190
Elburn	6,297	6,402	6,559	Kane	\$3,191,917
Geneseo	6,509	6,540	6,525	Henry	\$12,134,704
Johnsburg	6,376	6,358	6,384	McHenry	\$6,515,745
Lakemoor	6,240	6,278	6,338	Lake	\$4,136,050
Braidwood	6,189	6,159	6,173	Will	\$5,857,534
Countryside	6,289	6,192	6,147	Cook	\$40,947,848
Monticello	6,000	5,982	6,018	Piatt	\$0
Chillicothe	6,049	5,988	5,977	Peoria	\$3,984,520
Mount Zion	5,967	5,909	5,878	Macon	\$3,851,026
Carterville	5,821	5,798	5,808	Williamson	\$1,433,968
Pontoon Beach	5,841	5,816	5,804	Madison	\$6,446,273
Coal City	5,745	5,748	5,784	Grundy	\$6,307,170
Metropolis	5,892	5,853	5,782	Massac	\$9,181,677
Bartonville	5,866	5,804	5,779	Peoria	\$5,495,544
Hillsboro	5,838	5,811	5,773	Montgomery	\$2,476,557





Beardstown	5,838	5,769	5,749	Cass	\$1,894,449
Peoria Heights	5,833	5,771	5,747	Peoria	\$5,973,585
Du Quoin	5,853	5,701	5,694	Perry	\$7,770,319
Willow Springs	5,739	5,732	5,688	Cook	\$4,657,619
East Alton	5,726	5,674	5,639	Madison	\$2,423,111
Wilmington	5,635	5,583	5,568	Will	\$8,299,096
Northfield	5,645	5,566	5,543	Cook	\$26,507,329
Lake Bluff	5,590	5,555	5,534	Lake	\$13,747,343
Carlinville	5,618	5,558	5,531	Macoupin	\$4,990,661
Spring Grove	5,510	5,482	5,512	McHenry	\$4,896,672
Spring Valley	5,490	5,464	5,442	Bureau	\$6,177,109
Genoa	5,330	5,360	5,437	DeKalb	\$4,284,187
Posen	5,468	5,375	5,334	Cook	\$5,336,709
Highwood	5,377	5,334	5,304	Lake	\$6,662,424
Eureka	5,180	5,172	5,186	Woodford	\$1,929,684
Monee	5,110	5,087	5,097	Lake	\$6,263,448
Berkeley	5,220	5,131	5,089	Cook	\$12,648,001
Pana	5,135	5,082	5,049	Christian	\$4,228,056
Pinckneyville	5,078	4,995	4,995	Perry	\$1,546,096
Colona	5,021	4,982	4,977	Henry	\$4,412,285
South Barrington	5,022	4,979	4,974	Cook	\$16,584,836
Milan	5,044	4,987	4,968	Rock Island	\$14,904,557
Staunton	5,008	4,970	4,951	Macoupin	\$1,992,613
Creve Coeur	4,892	4,846	4,828	Tazewell	\$2,450,824
Marseilles	4,806	4,760	4,773	La Salle	\$6,016,657
Palos Park	4,850	4,787	4,765	Cook	\$5,342,491
Fairfield	4,807	4,768	4,738	Lake	\$3,087,481
Hoopeston	4,841	4,764	4,731	Vermillion	\$4,228,118
Flora	4,760	4,733	4,711	Clay	\$2,938,298
Carmi	4,819	4,758	4,688	White	\$1,170,452
Fox River Grove	4,688	4,640	4,619	McHenry	\$1,433,384
Shelbyville	4,642	4,600	4,560	Shelby	\$3,804,300
Olympia Fields	4,628	4,556	4,530	Cook	\$13,109,183
Watseka	4,624	4,572	4,510	Iroquois	\$4,860,855
Robbins	4,557	4,506	4,493	Cook	\$0
Stone Park	4,483	4,416	4,402	Cook	\$0
Kildeer	4,158	4,252	4,377	Lake	\$7,565,745
Caseyville	4,392	4,381	4,359	St Clair	\$2,898,612



Lawrenceville	4,234	4,201	4,245	Lawrence	\$3,826,754
Peotone	4,184	4,178	4,187	Will	\$3,694,235
Anna	4,207	4,164	4,136	Union	\$1,486,596
Barrington Hills	4,066	4,014	4,018	Cook	\$15,930,662
Burnham	3,961	3,898	3,869	Cook	\$1,659,779
South Chicago Heights	3,931	3,865	3,835	Cook	\$0
Oglesby	3,683	3,642	3,639	La Salle	\$2,742,777
Eldorado	3,676	3,635	3,607	Saline	\$581,092
East Dundee	3,155	3,132	3,115	Kane	\$12,418,096
Madison	3,115	3,088	3,065	Madison	\$4,248,234
Cherry Valley	2,881	2,867	2,864	Winnebago	\$10,792,054
Savanna	2,768	2,730	2,712	Carroll	\$1,812,263
Oakbrook Terrace	2,725	2,698	2,690	DuPage	\$22,005,905
Washington Park	2,549	2,517	2,493	St Clair	\$0
Kenilworth	2,456	2,420	2,401	Cook	\$10,294,536
Wayne	2,262	2,240	2,246	DuPage	\$2,139,988
Cairo	1,669	1,607	1,558	Alexander	\$456,146
Hodgkins	1,481	1,467	1,464	Cook	\$22,288,300
Venice	1,480	1,467	1,457	Madison	\$0
Forest View	775	763	756	Cook	\$8,308,519
McCook	245	241	237	Cook	\$11,310,422
<b>Total Fund Investment Balances</b>					<b>\$10,539,071,823</b>

# Article 3 Funds Population by Range

For the Fiscal Year ending June 30, 2024

Population of Municipality	Number of Article 3 Funds
0 – 10,000	138
10,001 – 25,000	132
25,001 – 50,000	59
50,001 – 100,000	21
101,000 – 500,000	7
<b>Total</b>	<b>357</b>

\* Data provided by [www.illinois-demographics.com](http://www.illinois-demographics.com) which indicates the information source is population data from the 2022 Population Estimates Program and 2021 American Community Survey.



# Changes In Fiduciary Net Position

## Last Five Fiscal Years

Fiscal Year	2020*	2021	2022	2023	2024
Additions					
Contributions					
Member Fund Cash Transfers	\$ —	\$ —	\$ —	\$456,489,074	\$542,144,531
Member Fund Investment Transfers	—	—	2,867,186,760	5,725,925,760	13,100,419
Total Contributions			2,867,186,760	6,182,414,834	555,244,950
<b>Investment Income</b>					
Interest Income and Dividend Income	—	261	4,055,439	62,030,821	61,782,203
Net Appreciation (Depreciation) in Fair Value of Investments	—	—	(131,371,365)	579,855,103	1,050,834,307
Total Investment Income (Loss)	—	261	(127,315,926)	641,885,924	1,112,616,510
Less Investment Expenses	—	(139,188)	(1,375,257)	(2,500,909)	(2,992,322)
Net Investment Income (Loss)	—	(138,927)	(128,691,183)	639,385,015	1,109,624,188
Total Additions	—	(138,927)	2,738,495,577	6,821,799,849	1,664,869,138
<b>Deductions</b>					
Administrative Expenses					
Board of Trustees	15,483	157,227	69,407	75,150	88,684
Administrative Operations	47,716	707,778	1,498,749	2,366,515	1,953,016
Investment Operations	—	58,050	1,053,805	1,149,284	878,387
Total Administrative Expenses	63,199	923,055	2,621,961	3,590,949	2,920,087
Participating Fund Withdrawals	—	—	—	166,361,315	510,966,336
Total Deductions	63,199	923,055	2,621,961	169,952,264	513,886,423
Net Increase (Decrease)	(63,199)	(1,061,982)	2,735,873,616	6,651,847,585	1,150,982,715
<b>Net Position Held In Trust For Pool Participants</b>					
July 1	—	(63,199)	(1,125,181)	2,734,748,435	9,386,596,020
June 30	\$(63,199)	\$(1,125,181)	\$2,734,748,435	\$9,386,596,020	\$10,537,578,735

Data Source: Audited Financial Statements

\* For the period January 1, 2020 (Inception) through June 30, 2020

# Principal Employers

## Current Year and Nine Years Ago

2022*			
Employer	Employees	Rank	% of Total State Employment
State of Illinois	63,022	1	1.06%
U.S. Government	51,400	2	0.87%
Chicago School Board	41,362	3	0.70%
McDonald's Corporation	36,582	4	0.62%
City of Chicago	35,203	5	0.59%
Ascension Health Alliance	33,864	6	0.57%
University of Illinois	31,763	7	0.54%
Walgreens Boots Alliance, Inc.	31,010	8	0.52%
County of Cook	30,201	9	0.51%
Albertsons Companies, Inc.	29,191	10	0.49%
	<b>383,598</b>		<b>6.47%</b>

2013			
Employer	Employees	Rank	% of Total State Employment
State of Illinois	62,836	1	1.05%
U.S. Government	52,700	2	0.88%
Wal-Mart	49,471	3	0.82%
AB Acquisitions LLC	45,439	4	0.76%
Chicago School Board	40,145	5	0.67%
Walgreen Co.	32,043	6	0.53%
City of Chicago	31,977	7	0.53%
University of Illinois	29,485	8	0.49%
U.S. Postal Service	28,500	9	0.47%
USF Holding Corp.	26,487	10	0.44%
	<b>399,083</b>		<b>6.64%</b>

\* 2022 is the most recent information available

Data Sources: State of Illinois Annual Comprehensive Financial Report June 30, 2022



# Demographic and Economic Statistics

## Last Ten Fiscal Years

Estimate as of January 1,	Estimated Population <sup>1</sup>	Personal Income <sup>2</sup>	Per Capita Personal Income <sup>3</sup>	Unemployment Rate <sup>4</sup>
2014	12,885,092	\$618,719,800,000	\$47,708	8.4%
2015	12,859,585	649,016,800,000	50,043	6.1%
2016	12,821,709	661,880,500,000	51,091	6.2%
2017	12,779,893	674,597,900,000	52,153	5.3%
2018	12,724,685	711,312,000,000	55,126	4.6%
2019	12,667,017	735,666,800,000	57,180	4.6%
2020	12,790,357	755,856,000,000	58,955	3.7%
2021	12,690,341	878,119,300,000	69,012	7.2%
2022	12,582,515	844,687,500,000	66,933	4.7%
2023	12,549,689	891,143,500,000	70,940	4.4%

\* 2023 is the most recent information available

**Note:** Information presented is representative of the State of Illinois as a whole.

### Data Sources

- (1) U.S. Census Bureau, Resident Population in Illinois [ILPOP], retrieved from FRED, Federal Reserve Bank of St. Louis
- (2) U.S. Bureau of Economic Analysis and Federal Reserve Bank of St. Louis, Total Personal Income in Illinois [ILOTOT], retrieved from FRED, Federal Reserve Bank of St. Louis
- (3) U.S. Bureau of Economic Analysis and Federal Reserve Bank of St. Louis, Per Capita Personal Income in Illinois [ILOPCI], retrieved from FRED, Federal Reserve Bank of St. Louis
- (4) U.S. Bureau of Labor Statistics, Unemployment Rate in Illinois [ILUR], retrieved from FRED, Federal Reserve Bank of St. Louis







© 2024  
Illinois Police Officers' Pension Investment Fund  
456 Fulton Street, Suite 402  
Peoria, Illinois 61602