

# Quarterly Report

*Prepared by*

**Mitchell,  
& Vaught  
Taylor Inc.**  
Investment Advisors

**Hoffman Estates  
Firefighters Pension Fund**

**2nd Quarter 2014**

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<p>2Q2014</p>	<p>MVT was selected as the consultants for both the Moline Police and Moline Fire Pension funds.</p> <p>Planned for the pension trustee conference on August 16<sup>th</sup>, at U.S. Cellular.</p> <p>Attended and spoke at the Illinois Public Pension Advisory Committee’s spring conference.</p> <p>Attended and spoke at the Illinois City/County Managers Association conference.</p> <p>Attended the annual investor conference of Warren Buffet’s Berkshire Hathaway.</p> <p>Met with manager firms Baird, Pioneer Funds, Mirae Asset Management, T-Rowe Price, Principal Group, Goldman Sachs, Heartland Advisors, Artisan Partners, Neuberger Berman.</p> <p>Attended due diligence meetings with American Funds,at their headquarters.</p> <p>Attended the Chicago and Champaign, IL - IICLE Annual Estate Planning conferences.</p> <p>Emily Agosto passed another part of the Illinois CPA exam (two down, two to go).</p> <p>Attended a TD Ameritrade event in Indianapolis, IN.</p>
<p>1Q2014</p>	<p>We continued to discuss the investment policy statement with Board attorney, Barbara Bell.</p> <p>We met in our offices with your managers: Heartland Value, Scout International, Vanguard, and Oakmark International.</p> <p>We attended the two-day Morningstar/Ibbotson economic conference; and met with the T.Rowe Price management team.</p> <p>We attended the TD Ameritrade conference in January and met with several managers.</p> <p>We hosted a Woman’s Investment Seminar.</p> <p>All members of our firm attended a mandatory internal compliance conference.</p> <p>Attended the IGFOA conference.</p> <p>Met with managers from Causeway Capital, WisdomTree, Nuveen, Ivy Funds, and Cohen&amp;Steers.</p> <p>We are planning the trustee training event again for US Cellular. The date is currently planned for August 16<sup>th</sup> and does offer 8 hours of training credit.</p>

<p>4Q2013</p>	<p>The names on all of the accounts have been updated to show President Robert Orr, Secretary Matthew Fijalkowski, Finance Director Rachel Musiala, and Treasurer Stan Helgerson.</p> <p>Our firm has now been verified as “GIPS compliant” by outside accounting firm Ashland Partners.</p> <p>We presented at the annual AFFI Pension conference in Bloomington.</p> <p>We presented at the IPPAC seminar.</p> <p>We had due diligence meetings with T.Rowe Price at their headquarters.</p> <p>We attended the Schwab Annual Conference in Washington DC.</p> <p>We had investment presentations from Wisdom Tree, Skyline, Invesco, Ivy Funds, Goldman Sachs, DWS, and Nuveen.</p> <p>Emily Agosto, from our staff, passed the first portion of the CPA exam.</p> <p>Our Compliance Officer, Dwight Ower attended the National Regulatory compliance conference to maintain his certifications.</p>
<p>3Q2013</p>	<p>As per our discussion at the last meeting, we have updated the target allocation to match the state statute of 65% maximum allocation to non-fixed investments and minimum 35% to fixed investments.</p> <p>Due to the management changes at T Rowe Price we sold the remaining half of New America fund and replaced with the Vanguard Growth index fund.</p> <p>We transferred over \$300k to the Village to meet the minimum cash balance in the investment policy.</p> <p>We presented at the St. Charles IPPAC pension conference.</p> <p>We attended a meeting with the regional executives from Charles Schwab.</p> <p>We had discussions with our fixed income analytics product team from Bond Edge.</p> <p>We had due diligence meetings with Artisan and Heartland.</p> <p>We had investment presentations from DWS, Neuberger Berman, Invesco, Goldman Sachs, Van Eck, WisdomTree, and Skyline.</p> <p>Yocius has been named a board member at the Illinois Fire Safety Alliance.</p>

<p>2Q2013</p>	<p>Discussed with Rachel Musiala, the minimum cash requirements for the fund. The monthly pension amount is \$280,000. We agreed that \$600,000 should be the minimum in the cash account and the maximum should be \$1,000,000.</p> <p>We transferred \$4 million from the Blair fixed income account and moved it to the equity account(s) to move closer to our target of 60% equity and 40% fixed.</p> <p>Due to some management changes at T Rowe Price we replaced one-half of the New America fund with a lower cost index fund (Vanguard Growth).</p> <p>We moved into the institutional class of funds for Columbia (Acorn International), Heartland (Heartland Value) and Vanguard (Explorer).</p> <p>We sponsored a training event that included speakers from the State of Illinois (John Sinsheimer), Rothschild (Chris Travers), JudsonUniversity (Michelle Kilbourne), Baird (Tom Gavin), Heartland (Jeff Kohl), Goldman Sachs (David Gonzalez) as well as Project CURE and several MVT speakers.</p> <p>We attended the Pioneer annual conference.</p> <p>We had due diligence meetings with Baird, Vanguard, American Funds, T Rowe Price, and Blair.</p> <p>We attended presentations by the portfolio managers for Artisan International fund and the Heartland Value fund.</p> <p>We also had due diligence meetings with potential management teams from Managers Investments and MFS.</p> <p>Attended and presented at the Illinois Public Pension Advisory Committee (IPPAC) conference.</p>
<p>1Q2013</p>	<p>Increased the total equity percent from 52% (end of January) to 56% (now). Strategy is to move overall equity allocation to 65% by investing new tax receipts in equity and moving additional money from the Blair fixed income account.</p> <p>We had due diligence meetings with the management team of your large cap manager Rothschild, at their New York headquarters.</p> <p>We had due diligence meetings with WisdomTree, Clearbridge/Legg Mason, Neuberger Berman, Columbia, and Goldman Sachs in our office.</p> <p>We had a meeting with the senior management of Charles Schwab, your custodian, to discuss some of the concerns we had with the new account and transfer process for Hoffman Estates.</p>

	<p>We attended the two-day Morningstar/Ibbotson economic conference.</p> <p>We attended the TD Ameritrade conference in January and met with many of your managers.</p> <p>All members of our firm attended a mandatory internal compliance conference.</p> <p>We moved one step closer to GIPS verification of our firm.</p> <p>New account performance start dates are as follows:          Blair: 1/31/2013          Rothschild: 1/31/2013          Adelante: 1/31/2013</p> <p>Using the current Investment Policy as a guide, the Hoffman Firefighters Target includes 60% Equity Blend plus 40% Barclays Intermediate Aggregate. The Equity blend includes 35% SP500, 20% MSCI EAFE, and 5% Wilshire REIT index.</p>
4Q 2012	<p>As of the end of December, 2012 all of the new accounts have been setup and all former US Bank account positions have been transferred. There are five accounts now established for the Pension fund. Four are separate account managers namely; Mitchell, Vaught &amp; Taylor (fixed income-government), William Blair (fixed income-aggregate), Rothschild (equity-large value), and Adelante (equity-real estate). The remaining account contains all of the allowable equity mutual funds. The balances of each are included in the asset allocation report.</p>

# Hoffman Estates Firefighters Pension Fund

## Portfolio Asset Allocation

### 2nd Quarter 2014

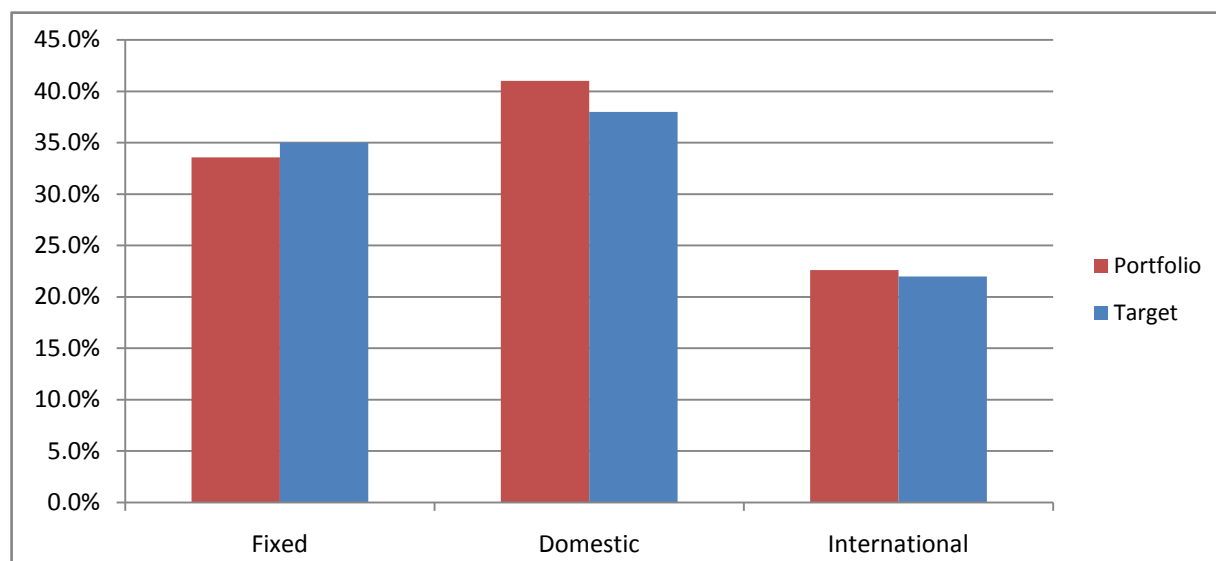


#### Manager Summary

	<u>Actual</u>	<u>%</u>	<u>Target</u>	<u>Difference</u>
<u>Fixed</u>	<b>23,570,898</b>	<b>33.6%</b>	<b>35.0%</b>	<b>(1,012,885)</b>
William Blair Aggregate Bond	14,429,392	20.5%		
MVT Core Government	9,037,110	12.9%		
Cash	104,396	0.1%		
<u>Equity</u>	<b>46,668,484</b>	<b>66.4%</b>	<b>65.0%</b>	1,012,885
<u>Domestic</u>	<b>28,817,075</b>	<b>41.0%</b>	<b>38.0%</b>	2,126,110
Russell 3000 iShare	9,315,079	13.3%		
Rothschild (Large Value)	5,811,238	8.3%		
Artisan Midcap Value Fd	3,165,385	4.5%		
Vanguard Growth Index Signal	2,779,555	4.0%		
T Rowe Price Health	2,726,710	3.9%		
Baird Midcap Institutional	2,185,295	3.1%		
Vanguard Explorer Admiral Shares	1,430,184	2.0%		
Heartland Value Institutional	1,403,629	2.0%		
<u>Real Estate</u>	<b>1,981,860</b>	<b>2.8%</b>	<b>5.0%</b>	(1,530,109)
Adelante (REIT)	1,981,860	2.8%		
<u>International</u>	<b>15,869,548</b>	<b>22.6%</b>	<b>22.0%</b>	416,884
Oakmark International	5,236,163	7.5%		
UMB Scout International	4,127,405	5.9%		
Oppenheimer Developing Markets Instl	2,792,383	4.0%		
Acorn International Institutional	2,742,034	3.9%		
Artisan Intl Value Fund	971,563	1.4%		

#### **Total Pension Fund**

**70,239,382**



# Hoffman Estates Firefighters Pension Fund

## Executive Summary

### 2nd Quarter 2014



#### Activity Summary this Quarter

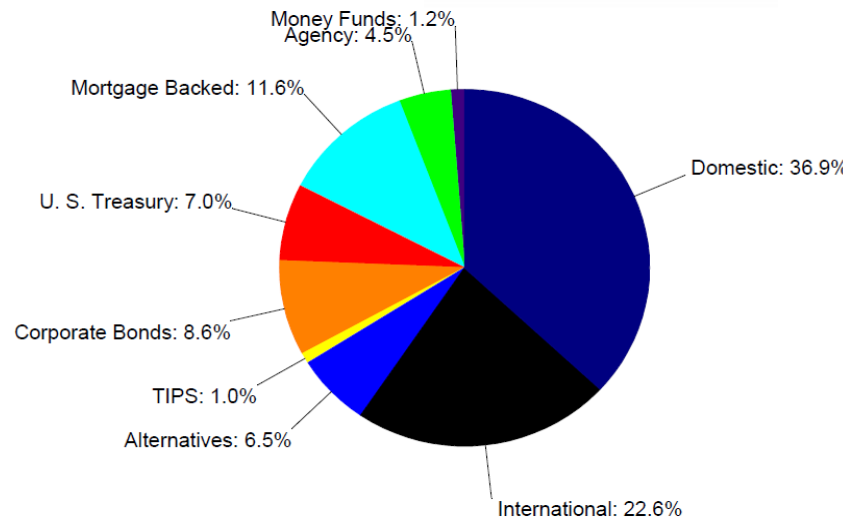
Beginning Value:	\$	68,096,442
Contribute & Withdraw:	\$	(11,099)
Net Investment Gain:	\$	2,154,039
Ending Value:	\$	70,239,382
Consulting Fee:	\$	11,099
Income	\$	325,115

#### Since: 12/31/2012

Cumulative Return:	22.12%
Annualized Net Return:	14.29%
Net Investment Gain:	\$ 9,610,961

#### Net Performance this Quarter

Fixed Income	1.32%	\$ 308,304
Equities	4.09%	\$ 1,845,735
Total Fund	3.15%	\$ 2,154,039
Target	3.43%	



#### Portfolio Strengths

- Fixed - The rate on the 10 year US Treasury was fairly range bound during the quarter, ranging between 2.55 - 2.70%. As a result, the biggest difference in performance was duration; with the longer maturity bonds outperforming the shorter duration. By sectors, the mortgage-backed issues did quite well and since commodity inflation has increased, the TIPS issues added to overall return.
- Equity - After a slow start in April, the equity markets rebounded nicely in May and June. The best equity sector, after lagging the last few quarters, were the international stocks, with the emerging market managers leading the way. Also, similar to last quarter, your real estate (REIT) manager, Adelante, continues to provide solid returns.

#### Weaknesses

- Fixed - The weakness in fixed income was almost entirely due to the duration of a bond. The shorter duration positions, although still positive, tended to underperform versus the longest maturity securities. By sector, the US Agency was generally the weakest.
- Equity - Despite posting the best returns, by sector in June, the weakest sector for the overall quarter included both the domestic small and mid-cap stocks.

#### Strategies

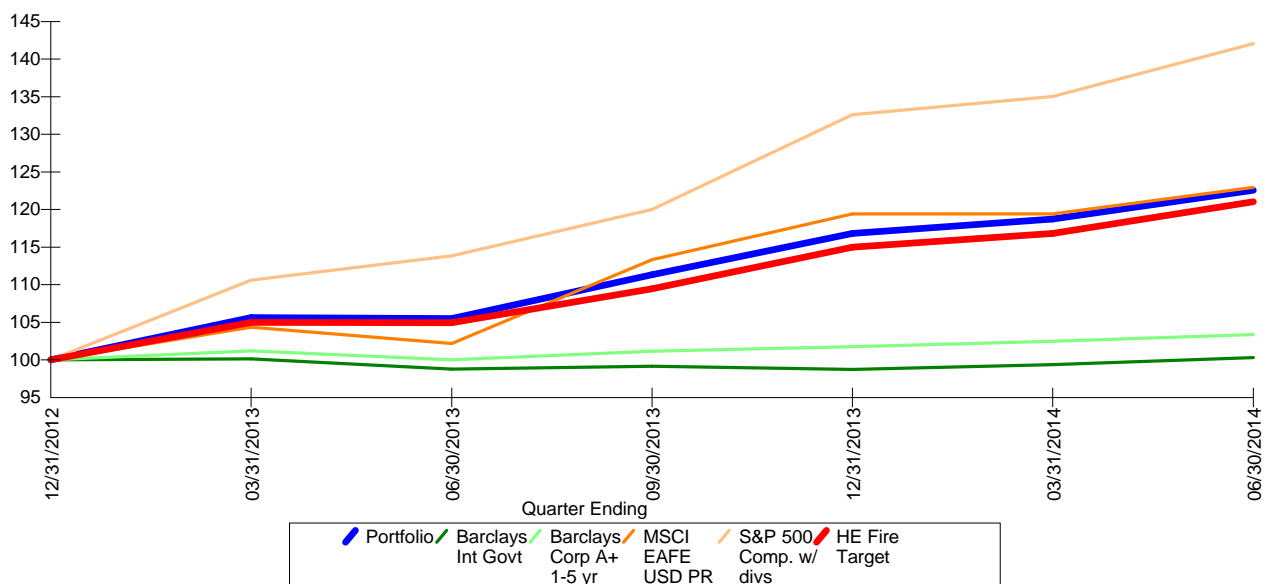
- Portfolio - As we noted in the last executive summary, the growth of the global economy seems to be slowing a bit. Inflation, as measured by the rise in the CRB commodity index, continues moving higher (+203 bps in the period). In fixed income, Blair will be extending their duration and continue to slightly overweight mature mortgages. MVT will keep portfolio duration close to benchmark, and add some high-quality corporates. In equities, we believe that the accommodative monetary policy will continue to favor value over growth and aid tactical investments in REIT's and health care



### Portfolio Performance Review

Hoffman Estates Firefighters Pension Fund

#### Graphical Comparative Performance



<b>Total Portfolio</b>	<b>Q2</b>	<b>YTD</b>	<b>1 Yr</b>	<b>Q1</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>
Time Weighted (gross)	3.2	4.9	16.1	1.7	0.2	1.5	1.5
Barclays Int Govt	0.9	1.5	1.5	0.6	0.4	0.7	-0.1
Barclays Corp A+ 1-5 yr	0.9	1.6	3.3	0.7	0.4	0.5	-0.1
S&P 500 Comp. w/ divs	5.2	7.1	24.8	1.8	0.7	2.3	2.1
MSCI EAFE USD PR	2.9	3.0	20.3	0.0	1.1	1.0	0.8
DJ Wilshire REIT Index	7.2	18.1	13.5	10.1	3.6	2.5	1.0
HE Fire Target	3.4	5.1	14.8	1.6	0.9	1.5	1.0
Time Weighted (net)	3.1	4.8	15.8	1.6	0.2	1.5	1.5
Barclays Int Govt	0.9	1.5	1.5	0.6	0.4	0.7	-0.1
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DJ Wilshire REIT Index	7.2	18.1	13.5	10.1	3.6	2.5	1.0
HE Fire Target	3.4	5.1	14.8	1.6	0.9	1.5	1.0

*This report includes data currently available to the investment manager. Past performance is no guarantee of future performance. Indices are not available for direct investment. An investment product which attempts to mimic the performance of an index will incur expenses such as management fees and transaction costs which reduce returns.*

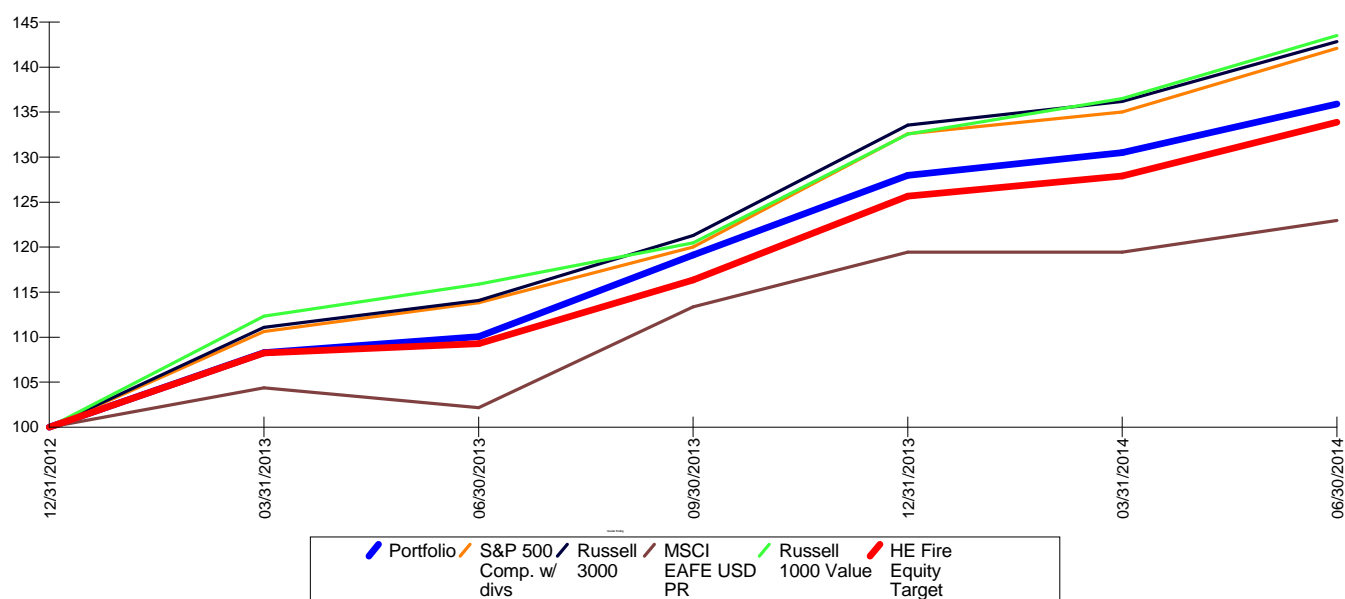




### Portfolio Performance Review

Hoffman Estates Equity

#### Graphical Comparative Performance



<b>Total Portfolio</b>	<b>Q2</b>	<b>YTD</b>	<b>1 Yr</b>	<b>Q1</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>*Incept</b>
Time Weighted (gross)	4.1	6.2	23.5	2.0	0.0	1.9	2.2	22.8
S&P 500 Comp. w/ divs	5.2	7.1	24.8	1.8	0.7	2.3	2.1	26.5
Russell 3000	4.9	6.9	25.2	2.0	0.1	2.2	2.5	26.9
MSCI EAFE USD PR	2.9	3.0	20.3	0.0	1.1	1.0	0.8	14.8
Russell 1000 Value	5.1	8.3	23.8	3.0	1.0	1.5	2.6	27.3
HE Fire Equity Target	4.6	6.7	22.4	1.9	1.1	1.9	1.6	21.5
<b>Time Weighted (net)</b>	<b>4.1</b>	<b>6.1</b>	<b>23.3</b>	<b>1.9</b>	<b>0.0</b>	<b>1.9</b>	<b>2.2</b>	<b>22.5</b>
S&P 500 Comp. w/ divs	5.2	7.1	24.8	1.8	0.7	2.3	2.1	26.5
Russell 3000	4.9	6.9	25.2	2.0	0.1	2.2	2.5	26.9
MSCI EAFE USD PR	2.9	3.0	20.3	0.0	1.1	1.0	0.8	14.8
Russell 1000 Value	5.1	8.3	23.8	3.0	1.0	1.5	2.6	27.3
HE Fire Equity Target	4.6	6.7	22.4	1.9	1.1	1.9	1.6	21.5

\* Return since inception date of 12/31/2012

Returns for periods exceeding 12 months are annualized

# 14q2 Hoffman Estates Equity v. Target

**Portfolio**  
Hoffman Estates Equity

**Benchmark**  
Target - Hoffman Equity

**Currency**  
US Dollar

## Attribution Detail 4/1/2014 to 6/30/2014

Name	Benchmark	Allocation %			Gross Return %			Contribution %			Attribution Effects %			
		Actual	Policy	+/-	Port	B-mark	+/-	Port	B-mark	+/-	Sector Allocation	Mgr Selection	Mgr B-mark Misfit	Active Ret
<b>Alternative</b>	<b>Wilshire US REIT TR USD</b>	<b>10.10</b>	<b>8.33</b>	<b>1.77</b>	<b>5.82</b>	<b>7.22</b>	<b>-1.40</b>	<b>0.58</b>	<b>0.59</b>	<b>-0.01</b>	<b>0.04</b>	<b>0.00</b>	<b>-0.15</b>	<b>-0.11</b>
Hoffman Estates Fire Adelante	Wilshire US REIT TR USD	4.25	—	—	7.56	7.22	0.34	0.31	0.00	0.31	—	0.01	0.00	0.01
T. Rowe Price Health Sciences	DJ US Health Care TR USD	5.86	—	—	4.60	4.71	-0.11	0.27	0.00	0.27	—	-0.02	-0.15	-0.16
<b>CASH</b>	<b>USTREAS T-Bill Auction Ave 3 Mon</b>	<b>0.22</b>	<b>0.00</b>	<b>0.22</b>	<b>0.01</b>	<b>—</b>	<b>—</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>-0.01</b>	<b>0.00</b>	<b>0.00</b>	<b>-0.01</b>
USTREAS T-Bill Auction Ave 3 Mon	USTREAS T-Bill Auction Ave 3 Mon	0.22	—	—	0.01	0.01	0.00	0.00	0.00	0.00	—	0.00	0.00	0.00
<b>Domestic</b>	<b>S&amp;P 500 TR</b>	<b>55.80</b>	<b>58.33</b>	<b>-2.53</b>	<b>4.13</b>	<b>5.23</b>	<b>-1.10</b>	<b>2.31</b>	<b>3.06</b>	<b>-0.75</b>	<b>-0.02</b>	<b>-0.36</b>	<b>-0.30</b>	<b>-0.68</b>
iShares Russell 3000	Russell 3000 TR USD	19.94	—	—	4.88	4.87	0.00	0.97	0.00	0.97	—	-0.01	-0.07	-0.08
Vanguard Growth Index Adm	Russell 1000 Growth TR USD	5.95	—	—	6.18	5.13	1.05	0.36	0.00	0.36	—	0.06	-0.01	0.05
Hoffman Estates Fire Rothschild LV	Russell 1000 Value TR USD	12.45	—	—	4.72	5.10	-0.39	0.58	0.00	0.58	—	-0.05	-0.02	-0.06
Artisan Mid Cap Value Investor	Russell Mid Cap Value TR USD	6.76	—	—	3.09	5.62	-2.54	0.21	0.00	0.21	—	-0.19	0.03	-0.17
Baird MidCap Inst	Russell Mid Cap Growth TR USD	4.66	—	—	1.26	4.37	-3.11	0.06	0.00	0.06	—	-0.16	-0.04	-0.20
Heartland Value Plus Inst	Russell 2000 Value TR USD	2.99	—	—	2.47	2.38	0.08	0.08	0.00	0.08	—	0.00	-0.09	-0.09
Vanguard Explorer Adm	Russell 2000 Growth TR USD	3.05	—	—	1.63	1.72	-0.09	0.05	0.00	0.05	—	-0.01	-0.11	-0.11
<b>International</b>	<b>MSCI EAFE PR USD</b>	<b>33.87</b>	<b>33.33</b>	<b>0.54</b>	<b>4.13</b>	<b>2.95</b>	<b>1.19</b>	<b>1.40</b>	<b>0.98</b>	<b>0.42</b>	<b>-0.01</b>	<b>-0.28</b>	<b>0.59</b>	<b>0.30</b>
Oakmark International I	MSCI ACWI Ex USA NR USD	11.18	—	—	1.64	5.03	-3.38	0.19	0.00	0.19	—	-0.42	0.24	-0.18
Scout International	MSCI EAFE Growth NR USD	8.82	—	—	3.64	3.45	0.19	0.32	0.00	0.32	—	-0.01	0.05	0.04
Artisan International Value Investor	MSCI ACWI Ex USA NR USD	2.07	—	—	6.51	5.03	1.48	0.13	0.00	0.13	—	0.02	0.04	0.07
Columbia Acorn International R5	MSCI World Ex USA SMID NR USD	5.83	—	—	4.97	3.84	1.13	0.29	0.00	0.29	—	0.05	0.05	0.10
Oppenheimer Developing Markets Y	MSCI EM NR USD	5.97	—	—	8.16	6.60	1.56	0.47	0.00	0.47	—	0.07	0.21	0.29
<b>Total</b>		<b>100.00</b>	<b>100.00</b>	<b>0.00</b>	<b>4.29</b>	<b>4.64</b>	<b>-0.34</b>	<b>4.29</b>	<b>4.64</b>	<b>-0.34</b>	<b>0.00</b>	<b>-0.63</b>	<b>0.14</b>	<b>-0.49</b>

# Hoffman Estates Domestic

## Portfolio Aggregation

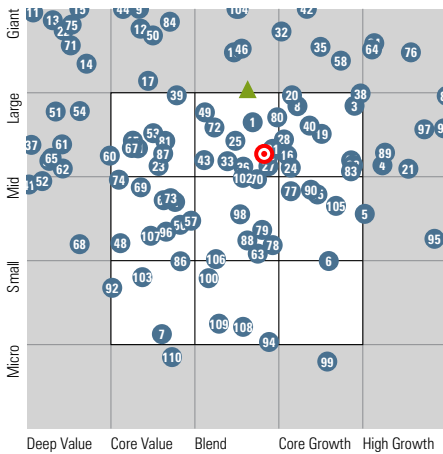
Data as of  
6/30/2014

Currency  
USD

Risk-Free Rate  
USTREAS T-Bill Auction Ave 3 Mon

Benchmark  
S&P 500 TR USD

### Equity Style Box



Style Breakdown	Portfolio %	Benchmark %
Large Value	17.66	29.01
Large Core	20.31	29.34
Large Growth	20.87	29.67
Mid Value	8.53	4.96
Mid Core	9.24	3.99
Mid Growth	10.95	2.99
Small Value	3.90	0.04
Small Core	4.76	0.00
Small Growth	3.79	0.00
Large Cap	58.84	88.02
Mid-Small Cap	41.16	11.99
Value	30.08	34.01
Core	34.30	33.33
Growth	35.61	32.66

○ Portfolio ● Portfolio Constituents ▲ Benchmark

### Top 10 Constituents

	% Weighting
1 iShares Russell 3000	30.51
2 Artisan Mid Cap Value Investor	10.37
3 Vanguard Growth Index Adm	9.10
4 T. Rowe Price Health Sciences	8.93
5 Baird MidCap Inst	7.16
6 Vanguard Explorer Adm	4.68
7 Heartland Value Plus Inst	4.60
8 Simon Property Group Inc	0.91
9 Wells Fargo & Co	0.68
10 Johnson & Johnson	0.58

### Portfolio Statistics

Style Box Value Factors	Portfolio	Benchmark
Price/Prospective Earnings	20.23	17.02
Price/Book	2.75	2.33
Price/Sales	2.16	1.65
Price/Cash Flow	10.34	7.31
Dividend Yield %	1.85	2.33

### Style Box Growth Factors

Long-Term Earning Growth %	11.16	10.16
Historical Earnings Growth %	11.47	8.64
Book Value Growth %	7.78	7.50
Sales Growth %	1.62	3.02
Cash Flow Growth %	13.08	6.15

### Equity Valuation Price Multiples

Price to Earnings	19.83	18.28
Price to Book Value	2.63	2.62
Price to Sales	1.57	1.73
Price to Cash Flow	11.98	11.05

### Financial Ratios

ROE %	16.75	20.76
ROA %	6.21	8.11
Net Margin %	12.80	14.19
Debt to Capital %	35.28	35.76

### Fixed Income Style

Avg Eff Duration	—	—
Avg Eff Maturity	—	—
Avg Credit Quality	—	—
Avg Wtd Coupon	—	—
Avg Wtd Price	—	—

### Misc

% Market Value in Top 10 Holdings	77.52	17.50
Average Expense Ratio	0.50	—

### Portfolio Overview

Composition	Portfolio %	Benchmark %
Cash	1.79	0.00
Stock	98.10	100.00
Bond	0.00	0.00
Other	0.11	0.00
Total	100.00	100.00

World Region Breakdown	Portfolio %	Benchmark %
Americas	97.48	98.35
North America	97.35	98.35
Latin America	0.13	0.00
Greater Europe	2.30	1.55
United Kingdom	0.47	0.39
Europe Developed	1.73	1.16
Europe Emerging	0.00	0.00
Africa/Middle East	0.09	0.00
Greater Asia	0.23	0.10
Japan	0.07	0.00
Australasia	0.02	0.00
Asia Developed	0.04	0.10
Asia emerging	0.09	0.00

Top 10 Country Breakdown	Portfolio %	Benchmark %
United States	96.57	98.35
Ireland	1.14	0.64
Canada	0.70	0.00
United Kingdom	0.47	0.39
Netherlands	0.19	0.00
Switzerland	0.17	0.52
Germany	0.15	0.00
Other Countries	0.11	0.00
Japan	0.07	0.00
China	0.06	0.00

Equity Sector Breakdown	Portfolio %	Benchmark %
Cyclical	35.84	30.48
Basic Matls	2.99	3.39
Cons Cyclical	11.61	10.49
Financial Svcs	12.91	14.63
Real Estate	8.34	1.97
Sensitive	39.22	43.08
Comm Svcs	2.60	4.04
Energy	9.30	10.46
Industrials	12.28	11.40
Technology	15.04	17.17
Defensive	24.94	26.44
Cons Defensive	5.38	10.20
Healthcare	17.25	13.17
Utilities	2.31	3.06

Fixed-Income Sector Breakdown	Portfolio %	Benchmark %
Government	0.00	—
Municipal	0.00	—
Corporate	0.20	—
Securitized	0.00	—
Cash and Cash Equivalents	99.80	—
Derivative	0.00	—

Credit Rating Breakdown	Portfolio %	Benchmark %
AAA	—	—
AA	—	—
A	—	—
BBB	—	—
BB	—	—
B or Below B	—	—
Not Rated	—	—

# Hoffman Estates Domestic

## Portfolio Aggregation

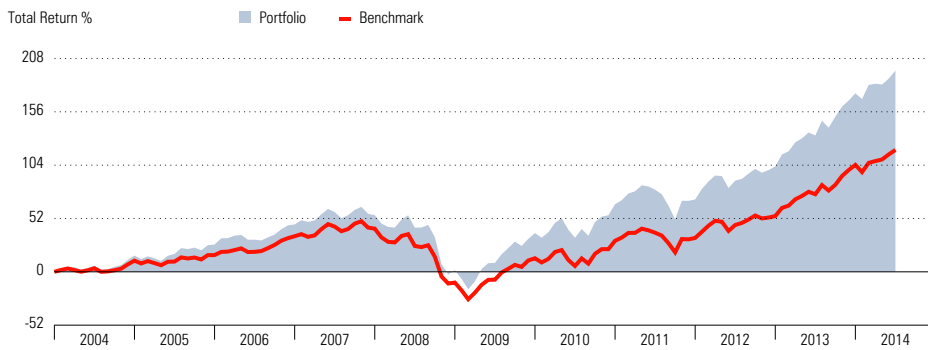
Data as of  
6/30/2014

Currency  
USD

Risk-Free Rate  
USTREAS T-Bill Auction Ave 3 Mon

Benchmark  
S&P 500 TR USD

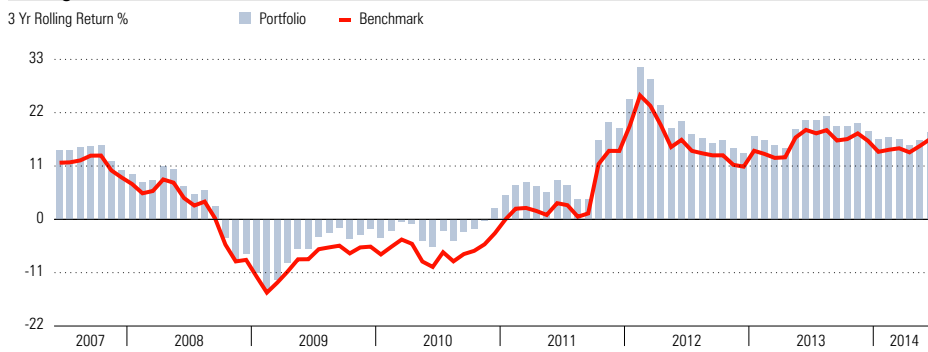
### Cumulative Return as of 6/30/2014



### Trailing Returns as of 6/30/2014

	Total Return	+/- Benchmark
1 Month	2.75	0.68
3 Month	4.55	-0.68
6 Month	8.10	0.97
YTD	8.10	0.97
1 Year	27.18	2.57
3 Years	18.05	1.46
5 Years	22.21	3.37
10 Years	10.82	3.03
15 Years	9.14	4.80
Inception	11.35	—

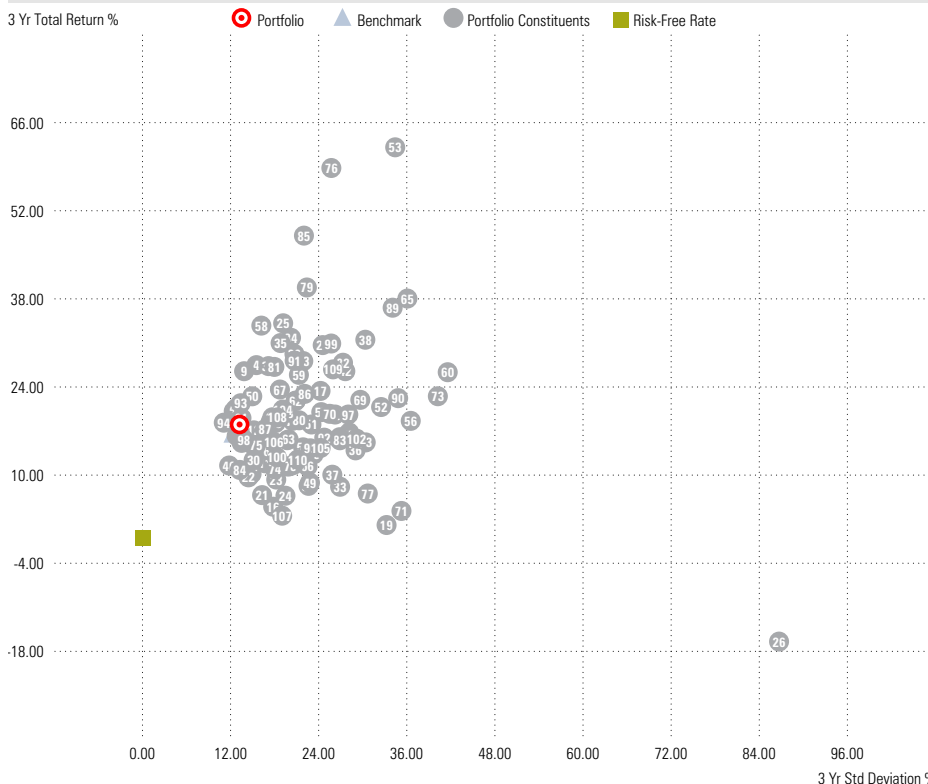
### Rolling Return as of 6/30/2014



### Relative Statistics as of 6/30/2014

vs Benchmark	1 Yr	3 Yr	5 Yr	10 Yr
Alpha	2.90	0.35	2.13	2.48
Beta	0.96	1.06	1.05	1.07
R-Squared	90.94	97.31	96.91	96.87
Tracking Error	2.90	2.31	2.57	3.05
Information Ratio	0.89	0.63	1.31	0.99
Treynor Ratio	28.15	16.90	21.16	8.58
Downside Deviation	1.54	1.29	1.25	1.60
Batting Average	58.33	52.78	58.33	60.00
Up Capture Ratio	101.41	105.25	110.36	114.14
Down Capture Ratio	74.80	100.86	101.19	103.01
Up Number Ratio	0.90	0.96	0.98	0.98
Down Number Ratio	1.00	1.00	1.00	0.97
Up Percentage Ratio	0.50	0.54	0.63	0.65
Down Percentage Ratio	1.00	0.50	0.47	0.49

### Risk-Return as of 6/30/2014



### Risk Statistics as of 6/30/2014

	1 Yr	3 Yr	5 Yr	10 Yr
Standard Deviation	9.57	13.22	14.23	16.05
Skewness	-0.39	-0.24	-0.34	-0.91
Kurtosis	-0.64	1.47	0.24	2.99
Sharpe Ratio	2.83	1.36	1.55	0.57
Sortino Ratio	7.95	2.43	2.87	0.83
Calmar Ratio	9.98	1.12	1.24	0.22
Positive Months	9	25	42	80
Negative Months	3	11	18	40
Worst Month	-2.72	-8.11	-8.11	-19.62
Max Drawdown	-2.72	-16.04	-17.97	-49.19

### Calendar Returns as of 6/30/2014

	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Year
2004	4.44	1.56	-1.08	10.40	15.85
2005	-2.31	3.83	5.17	2.48	9.32
2006	6.80	-2.91	3.83	7.24	15.46
2007	2.69	5.38	1.34	-3.20	6.16
2008	-7.78	-0.10	-6.44	-24.04	-34.53
2009	-10.85	19.96	19.09	6.45	35.56
2010	7.20	-9.83	11.56	11.68	20.44
2011	7.61	0.86	-16.04	12.80	2.79
2012	13.67	-2.55	6.04	1.19	18.86
2013	11.61	2.95	7.85	9.08	35.18
2014	3.40	4.55	—	—	—

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# Hoffman Estates International

## Portfolio Aggregation

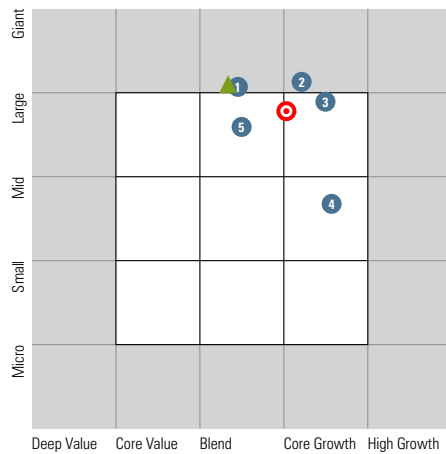
Data as of  
6/30/2014

Currency  
USD

Risk-Free Rate  
USTREAS T-Bill Auction Ave 3 Mon

Benchmark  
MSCI ACWI Ex USA PR USD

### Equity Style Box



Style Breakdown	Portfolio %	Benchmark %
Large Value	19.18	32.35
Large Core	25.99	30.36
Large Growth	37.37	27.92
Mid Value	3.20	3.74
Mid Core	4.64	3.19
Mid Growth	6.58	2.35
Small Value	0.85	0.06
Small Core	0.93	0.03
Small Growth	1.27	0.01
Large Cap	82.53	90.62
Mid-Small Cap	17.47	9.38
Value	23.23	36.15
Core	31.56	33.57
Growth	45.22	30.27

○ Portfolio ● Portfolio Constituents ▲ Benchmark

### Top 10 Constituents

	% Weighting
1 Oakmark International I	33.00
2 Scout International	26.04
3 Oppenheimer Developing Markets Y	17.62
4 Columbia Acorn International R5	17.22
5 Artisan International Value Investor	6.12

### Portfolio Statistics

Style Box Value Factors	Portfolio	Benchmark
Price/Prospective Earnings	15.61	14.17
Price/Book	1.92	1.51
Price/Sales	1.29	1.02
Price/Cash Flow	7.27	5.73
Dividend Yield %	2.15	2.81
<b>Style Box Growth Factors</b>		
Long-Term Earning Growth %	12.06	10.24
Historical Earnings Growth %	-0.95	-11.82
Book Value Growth %	-2.00	-21.34
Sales Growth %	-0.84	-30.92
Cash Flow Growth %	7.06	-3.02

### Portfolio Overview

Composition	Portfolio %	Benchmark %
Cash	3.59	0.01
Stock	94.50	98.77
Bond	0.00	0.00
Other	1.91	1.22
Total	100.00	100.00

Equity Sector Breakdown	Portfolio %	Benchmark %
Cyclical	47.07	45.95
Basic Matls	7.05	9.00
Cons Cyclical	19.18	10.22
Financial Svcs	19.17	23.63
Real Estate	1.67	3.10
Sensitive	30.48	32.37
Comm Svcs	2.15	5.69
Energy	4.36	9.27
Industrials	14.51	10.10
Technology	9.47	7.32
Defensive	22.45	21.67
Cons Defensive	14.68	9.95
Healthcare	7.72	8.28
Utilities	0.05	3.44

### Equity Valuation Price Multiples

	Portfolio	Benchmark
Price to Earnings	17.79	14.97
Price to Book Value	2.05	1.60
Price to Sales	1.40	1.08
Price to Cash Flow	12.16	8.50

### Financial Ratios

	Portfolio	Benchmark
ROE %	17.06	15.00
ROA %	7.53	5.84
Net Margin %	13.75	13.61
Debt to Capital %	30.23	31.40

### Fixed Income Style

	Portfolio	Benchmark
Avg Eff Duration	—	—
Avg Eff Maturity	—	—
Avg Credit Quality	—	—
Avg Wtd Coupon	—	—
Avg Wtd Price	—	—

### Misc

	Portfolio	Benchmark
% Market Value in Top 10 Holdings	100.00	9.41
Average Expense Ratio	0.99	—

World Region Breakdown	Portfolio %	Benchmark %
Americas	10.55	10.75
North America	5.15	7.45
Latin America	5.40	3.30
Greater Europe	57.59	52.85
United Kingdom	13.97	15.60
Europe Developed	39.29	33.27
Europe Emerging	2.10	1.95
Africa/Middle East	2.24	2.03
Greater Asia	31.86	36.40
Japan	12.83	14.23
Australasia	3.73	5.83
Asia Developed	6.39	9.06
Asia emerging	8.90	7.28

Top 10 Country Breakdown	Portfolio %	Benchmark %
United Kingdom	13.87	15.60
Japan	12.75	14.23
Switzerland	10.76	6.72
France	9.30	7.10
Germany	8.14	6.41
China	3.85	3.77
Australia	3.52	5.74
Netherlands	3.03	2.28
United States	3.01	0.07
Sweden	2.83	2.25

Fixed-Income Sector Breakdown	Portfolio %	Benchmark %
Government	0.00	0.00
Municipal	0.00	0.00
Corporate	16.37	99.48
Securitized	0.00	0.00
Cash and Cash Equivalents	83.63	0.52
Derivative	0.00	0.00

Credit Rating Breakdown	Portfolio %	Benchmark %
AAA	—	—
AA	—	—
A	—	—
BBB	—	—
BB	—	—
B or Below B	—	—
Not Rated	—	—

# Hoffman Estates International

## Portfolio Aggregation

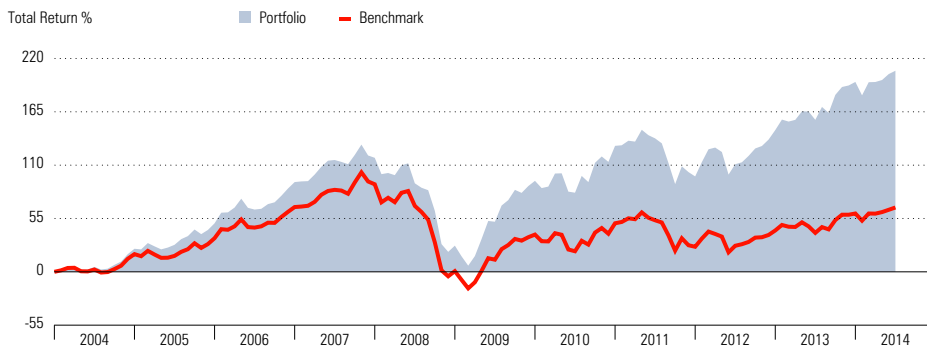
Data as of  
6/30/2014

Currency  
USD

Risk-Free Rate  
USTREAS T-Bill Auction Ave 3 Mon

Benchmark  
MSCI ACWI Ex USA PR USD

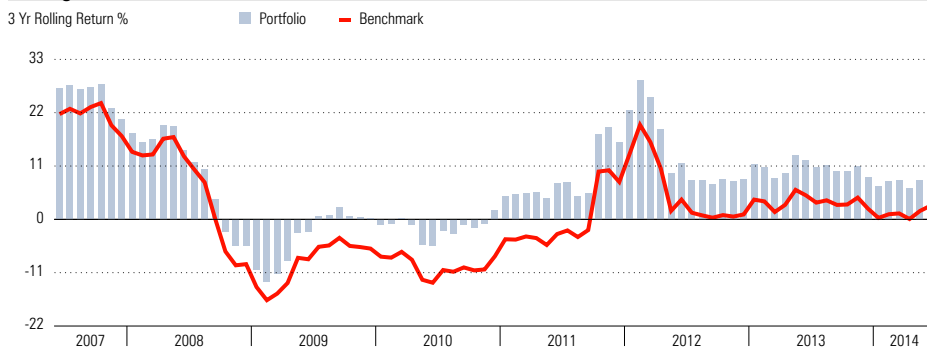
### Cumulative Return as of 6/30/2014



### Trailing Returns as of 6/30/2014

	Total Return	+/- Benchmark
1 Month	1.12	-0.33
3 Month	3.92	-0.04
6 Month	3.90	0.02
YTD	3.90	0.02
1 Year	19.71	1.03
3 Years	8.96	6.17
5 Years	15.18	7.05
10 Years	11.33	6.35
15 Years	—	—
Inception	14.19	—

### Rolling Return as of 6/30/2014



### Relative Statistics as of 6/30/2014

vs Benchmark	1 Yr	3 Yr	5 Yr	10 Yr
Alpha	0.26	5.98	6.69	6.00
Beta	1.04	0.93	0.95	0.96
R-Squared	97.55	96.55	97.25	97.21
Tracking Error	1.78	3.15	2.85	3.16
Information Ratio	0.57	1.96	2.48	2.01
Treynor Ratio	18.95	9.52	15.82	10.18
Downside Deviation	1.07	1.07	0.93	1.29
Batting Average	50.00	66.67	70.00	70.00
Up Capture Ratio	103.76	108.21	108.42	107.01
Down Capture Ratio	100.18	80.93	78.69	82.37
Up Number Ratio	1.00	1.00	1.00	1.00
Down Number Ratio	0.50	0.75	0.78	0.84
Up Percentage Ratio	0.50	0.65	0.67	0.67
Down Percentage Ratio	0.50	0.69	0.74	0.75

### Risk-Return as of 6/30/2014



### Risk Statistics as of 6/30/2014

	1 Yr	3 Yr	5 Yr	10 Yr
Standard Deviation	11.12	15.90	16.48	18.31
Skewness	-0.18	-0.72	-0.33	-0.69
Kurtosis	0.29	0.76	0.39	2.33
Sharpe Ratio	1.77	0.56	0.92	0.53
Sortino Ratio	3.78	0.82	1.54	0.79
Calmar Ratio	4.21	0.45	0.67	0.21
Positive Months	10	24	39	77
Negative Months	2	12	21	43
Worst Month	-4.68	-10.42	-10.42	-21.03
Max Drawdown	-4.68	-19.86	-22.73	-53.99

### Calendar Returns as of 6/30/2014

	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Year
2004	4.77	0.30	2.03	15.45	23.78
2005	2.03	1.23	12.34	4.46	21.20
2006	10.83	-1.24	4.56	12.15	28.35
2007	4.05	7.47	2.41	-1.33	12.99
2008	-8.22	-4.20	-14.88	-22.01	-41.63
2009	-8.46	30.44	21.68	5.04	52.63
2010	3.89	-9.82	17.00	8.22	18.62
2011	1.90	1.42	-19.86	4.17	-13.72
2012	15.00	-7.53	7.70	8.35	24.10
2013	4.28	0.01	10.03	4.72	20.17
2014	-0.02	3.92	—	—	—

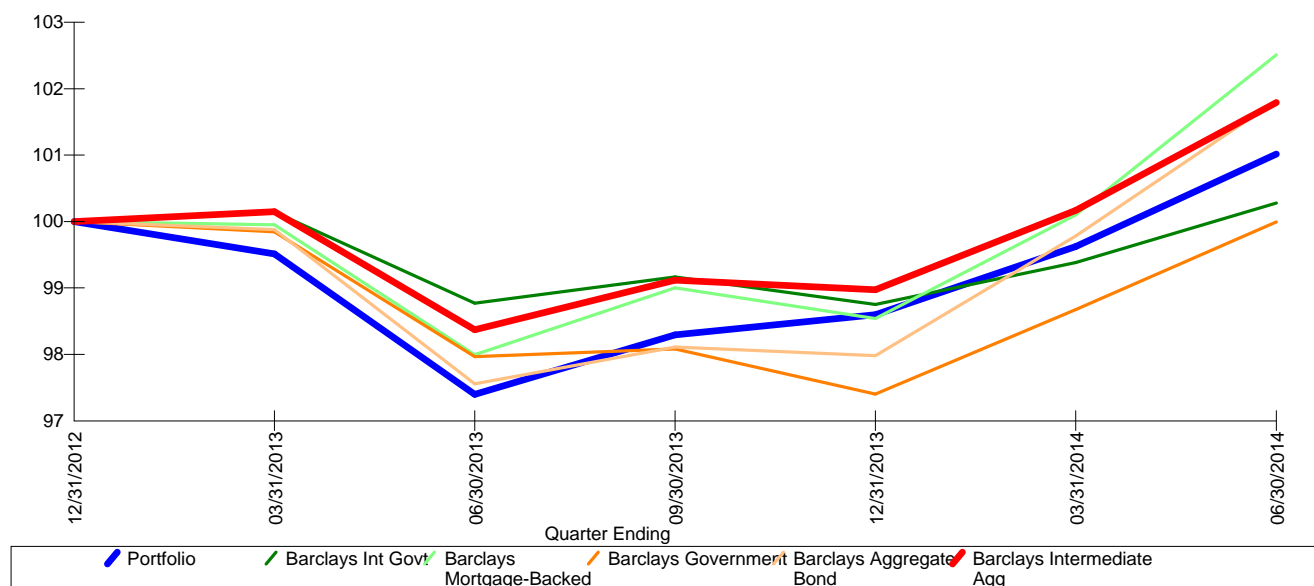
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### Portfolio Performance Review

Hoffman Estates Total Bond

#### Graphical Comparative Performance



<b>Total Portfolio</b>	<b>Q2</b>	<b>YTD</b>	<b>1 Yr</b>	<b>Q1</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>
Time Weighted (gross)	1.4	2.5	3.7	1.0	0.6	0.7	0.1
Barclays Int Govt	0.9	1.5	1.5	0.6	0.4	0.7	-0.1
Barclays Government	1.3	2.7	2.1	1.3	0.6	0.9	-0.1
Barclays Mortgage-Backed	2.4	4.0	4.6	1.6	0.9	1.2	0.3
Barclays Corp A+ 1-5 yr	0.9	1.6	3.3	0.7	0.4	0.5	-0.1
Barclays Aggregate Bond	2.0	3.9	4.4	1.8	0.8	1.1	0.1
Barclays Intermediate Agg	1.6	2.8	3.5	1.2	0.6	0.9	0.0
Time Weighted (net)	1.3	2.3	3.3	1.0	0.6	0.7	0.1
Barclays Int Govt	0.9	1.5	1.5	0.6	0.4	0.7	-0.1
Barclays Government	1.3	2.7	2.1	1.3	0.6	0.9	-0.1
Barclays Mortgage-Backed	2.4	4.0	4.6	1.6	0.9	1.2	0.3
Barclays Corp A+ 1-5 yr	0.9	1.6	3.3	0.7	0.4	0.5	-0.1
Barclays Aggregate Bond	2.0	3.9	4.4	1.8	0.8	1.1	0.1
Barclays Intermediate Agg	1.6	2.8	3.5	1.2	0.6	0.9	0.0

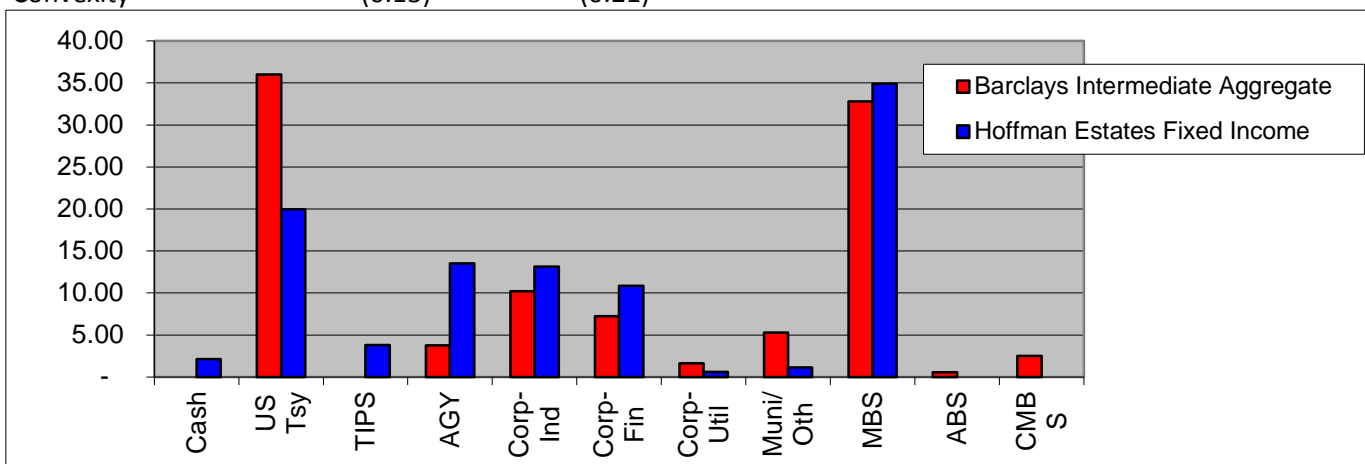
\* Return since inception date of 06/30/2007

*This report includes data currently available to the investment manager. Past performance is no guarantee of future performance. Indices are not available for direct investment. An investment product which attempts to mimic the performance of an index will incur expenses such as management fees and transaction costs which reduce returns.*

**Hoffman Estates Firefighters Pension Fund**  
**Fixed Income - All**  
**2nd Quarter 2014**



	Portfolio	Barclays Int Agg Index
Number of Bonds	104	
Current Yield	3.57	2.91
Maturity	3.96	4.54
Yield to Worst	1.64	1.84
Effective Duration	3.17	3.97
Convexity	(0.13)	(0.21)



**Leading Contributors**

Sector	Weight	Gross	Description	Maturity
CORP	0.70%	5.54	Embraer S.A.	06/15/2022
CORP	0.70%	4.96	Discover Financial Services	04/27/2022
CORP	0.70%	4.25	L-3 Communications Group	02/15/2021
CORP	0.70%	3.49	Hewlett Packard	06/01/2021
CORP	0.60%	3.44	Masco Corporation	03/15/2022
TIPS	2.90%	3.36	Treasury Inflation-Indexed	01/15/2021
CORP	0.60%	3.35	Burlington North	10/01/2019
CORP	0.50%	3.29	Petrobras	01/15/2019
CORP	0.70%	2.93	AIG	06/01/2022
MORT	1.10%	2.85	FNMA PI	06/01/2040

**Leading Detractors**

Sector	Weight	Gross	Description	Maturity
MORT	2.70%	(1.37)	FHLMC G	11/01/2038
CORP	0.60%	(0.64)	Energizer Holdings	05/19/2021
CORP	0.40%	(0.31)	Verizon Communications Corporate	11/02/2015
TIPS	0.90%	(0.16)	Treasury Inflation-Indexed	07/15/2019
CORP	0.40%	(0.03)	Bank of America Corporate Bond	03/22/2016
AGY	1.90%	(0.01)	FHLMC	11/17/2015
CORP	0.30%	0.02	Pepsi Inc	05/10/2016
TREAS	1.30%	0.02	Treasury Note	08/31/2014
AGY	1.90%	0.04	FNMA	11/20/2014
CORP	0.00%	0.05	Devon Energy Corp	12/15/2015

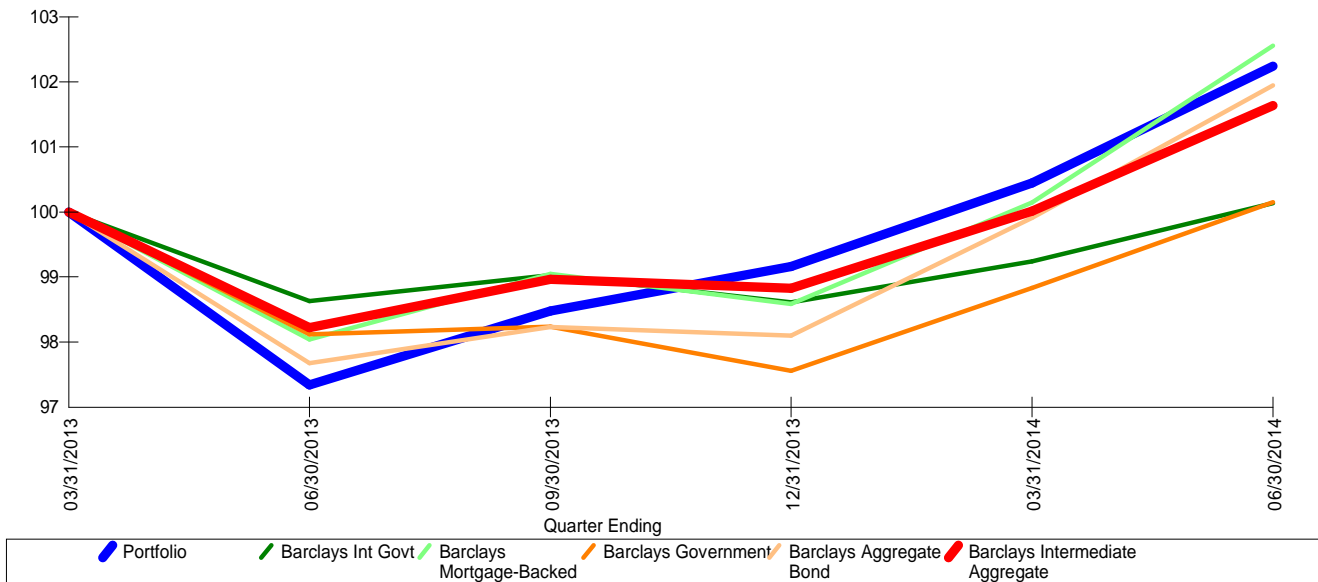




**Portfolio Performance Review**

Hoffman Estates Firefighters Blair

**Graphical Comparative Performance**



<b>Total Portfolio</b>	<b>Q2</b>	<b>YTD</b>	<b>1 Yr</b>	<b>Q1</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>*Incept</b>
Time Weighted (gross)	1.8	3.1	5.0	1.3	0.8	0.8	0.2	1.8
Barclays Int Govt	0.9	1.5	1.5	0.6	0.4	0.7	-0.1	0.1
Barclays Government	1.3	2.7	2.1	1.3	0.6	0.9	-0.1	0.1
Barclays Mortgage-Backed	2.4	4.0	4.6	1.6	0.9	1.2	0.3	2.0
Barclays Corp A+ 1-5 yr	0.9	1.6	3.3	0.7	0.4	0.5	-0.1	1.7
Barclays Aggregate Bond	2.0	3.9	4.4	1.8	0.8	1.1	0.1	1.6
Barclays Intermediate Aggr	1.6	2.8	3.5	1.2	0.6	0.9	0.0	1.3
Time Weighted (net)	1.7	2.9	4.4	1.2	0.7	0.7	0.2	1.3
Barclays Int Govt	0.9	1.5	1.5	0.6	0.4	0.7	-0.1	0.1
Barclays Government	1.3	2.7	2.1	1.3	0.6	0.9	-0.1	0.1
Barclays Mortgage-Backed	2.4	4.0	4.6	1.6	0.9	1.2	0.3	2.0
Barclays Corp A+ 1-5 yr	0.9	1.6	3.3	0.7	0.4	0.5	-0.1	1.7
Barclays Aggregate Bond	2.0	3.9	4.4	1.8	0.8	1.1	0.1	1.6
Barclays Intermediate Aggr	1.6	2.8	3.5	1.2	0.6	0.9	0.0	1.3

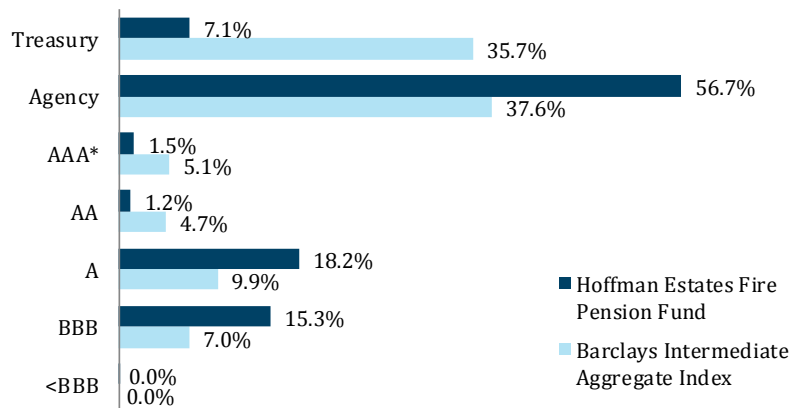
\* Return since inception date of 03/31/2013

# Intermediate Fixed Income Hoffman Estates Fire Pension Fund – June 30, 2014

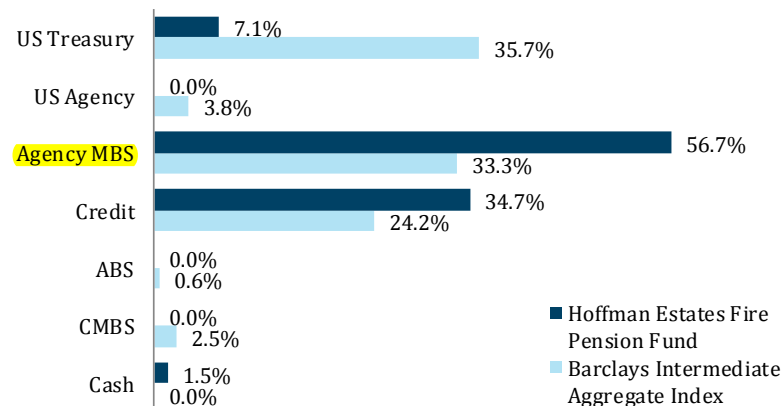
	Second Quarter	Trailing 1 Year	Inception
Hoffman Estates Fire Pension Fund**	1.85	4.68	1.93
Barclays Intermediate Aggregate Index	1.62	3.48	1.55
<b>Excess Performance</b>	<b>0.23</b>	<b>1.20</b>	<b>0.38</b>

- During the second quarter, gross of fees, the portfolio exceeded the Barclays Intermediate Aggregate Index by 23 bps.
- Since inception, 1/31/13 to 6/30/14, the portfolio outperformed the Barclays Intermediate Aggregate Index by 38 bps per annum.

### Quality Rating Distribution



### Sector Weights



### Characteristics

	Hoffman Estates Fire Pension Fund	Barclays Intermediate Aggregate Index
Effective Duration	3.76	3.92
Convexity	-0.04	-0.24
Average Yield	1.99%	1.70%

\*\* Results are preliminary

\*Includes cash and money market holdings

Inception date 1/31/2013.

Past returns are no guarantee of future performance. Performance for periods greater than one year is annualized. The Barclays Intermediate Aggregate Index includes all medium and larger issues of U.S. government, investment-grade corporate, asset-backed securities, mortgage-backed securities, and investment-grade international dollar-denominated bonds that have maturities of between 1 and 10 years and are publicly issued. Characteristics & sector weights source: BlackRock Solutions.

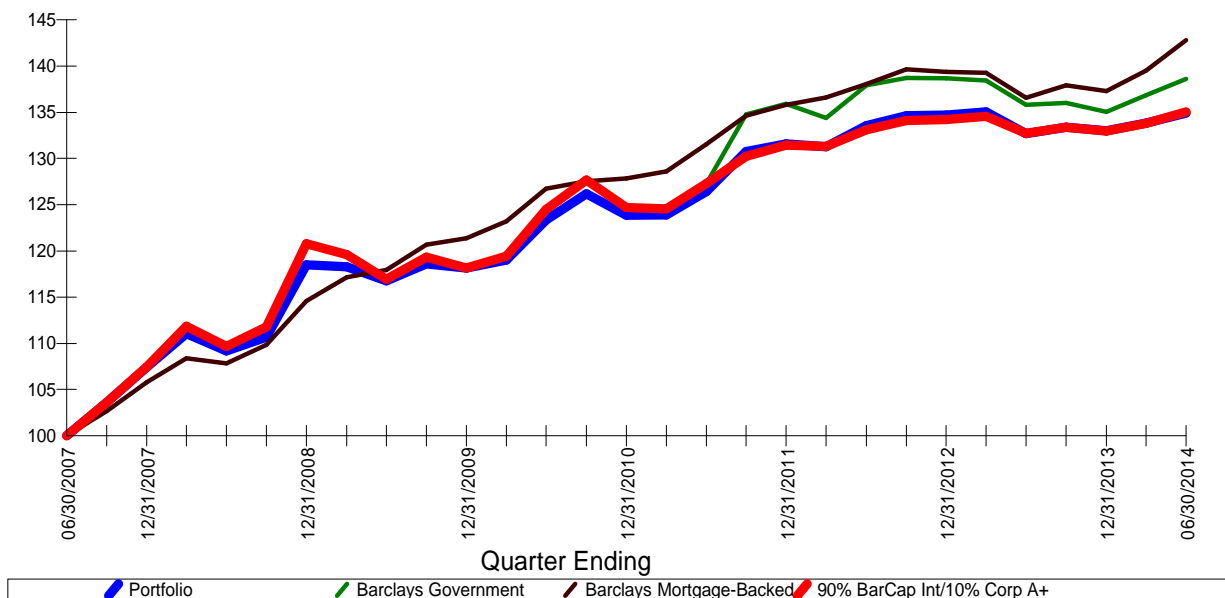
July 3, 2014



### Portfolio Performance Review

Hoffman Estates Firefighters MVT Bonds Fixed Income Acct #: 8153-3379

#### Graphical Comparative Performance



<b>Total Portfolio</b>	<b>Q2</b>	<b>YTD</b>	<b>1 Yr</b>	<b>3 Yrs</b>	<b>5 Yrs</b>	<b>7 Yrs</b>	<b>*Incept</b>
Time Weighted (gross)	0.8	1.4	1.7	2.2	2.9	4.4	4.4
Barclays Government	1.3	2.7	2.1	2.9	3.5	4.8	4.8
Barclays Mortgage-Backed	2.4	4.0	4.6	2.8	3.9	5.2	5.2
Barclays Corp A+ 1-5 yr	0.9	1.6	3.3	3.1			
90% BarCap Int/10% Corp	0.9	1.5	1.7	2.0	2.9	4.4	4.4
Time Weighted (net)	0.7	1.4	1.5	1.9	2.6	4.0	4.0
Barclays Government	1.3	2.7	2.1	2.9	3.5	4.8	4.8
Barclays Mortgage-Backed	2.4	4.0	4.6	2.8	3.9	5.2	5.2
Barclays Corp A+ 1-5 yr	0.9	1.6	3.3	3.1			
90% BarCap Int/10% Corp	0.9	1.5	1.7	2.0	2.9	4.4	4.4

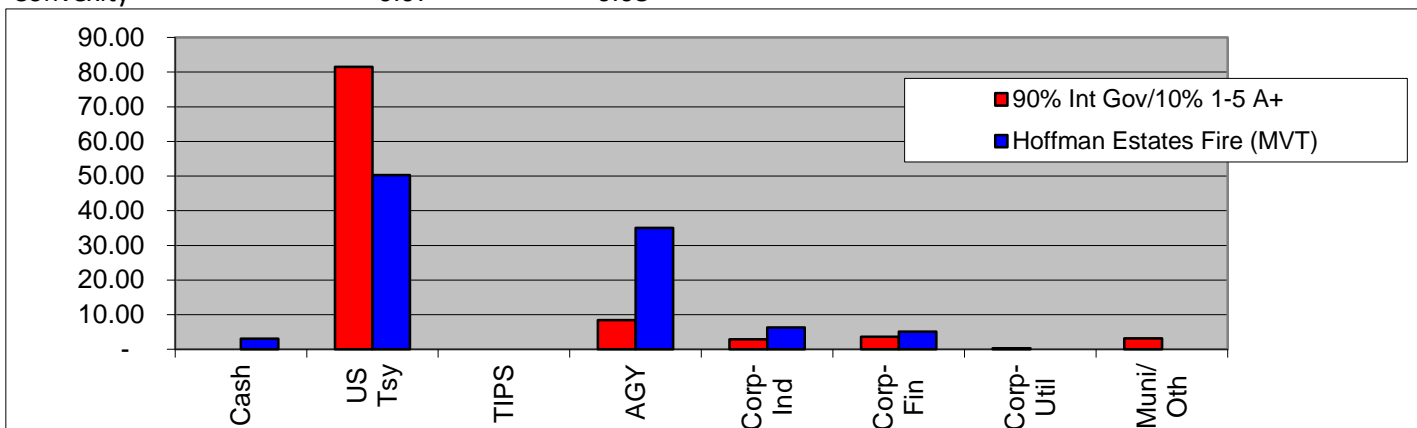
\* Return since inception date of 06/30/2007

Returns for periods exceeding 12 months are annualized

**Hoffman Estates Firefighters Pension Fund**  
**Fixed Income - MVT**  
**2nd Quarter 2014**



	Portfolio	90% Int Gov/10% 1-5 A+
Number of Bonds	34	
Current Yield	2.62	1.92
Maturity	3.15	3.74
Yield to Worst	1.00	1.12
Effective Duration	3.00	3.54
Convexity	0.07	0.08



**Leading Contributors**

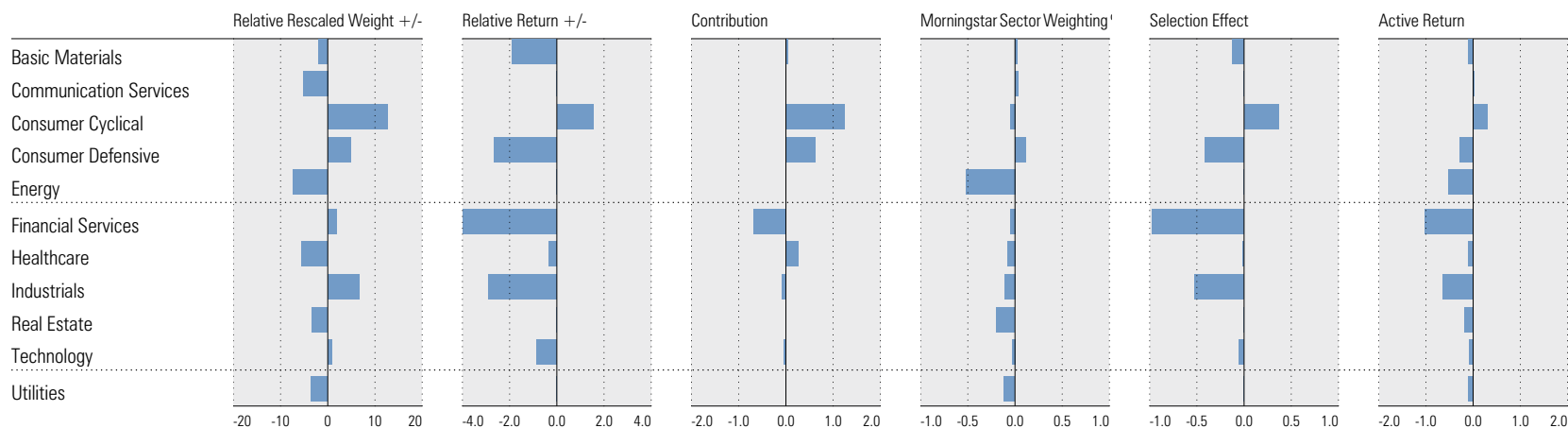
Sector	Weight	Gross	Description	Maturity
TREAS	2.17%	2.47	Treasury Bond	11/15/2022
AGY	2.98%	2.39	FNMA	09/28/2020
TREAS	3.44%	2.19	Treasury Bond	08/15/2021
TREAS	5.37%	1.79	Treasury Note	08/15/2020
CORP	2.10%	1.52	Goldman Sachs Corporate Bond	01/22/2018
TREAS	5.61%	1.51	Treasury Note	11/15/2019
AGY	3.15%	1.48	FHLMC 3.75% 3/27/2019	03/27/2019
TREAS	4.31%	1.25	Treasury Strip	11/15/2018
CORP	0.75%	1.09	John Deere Corp Bond	12/13/2018
CORP	1.02%	1.07	Walmart Stores	04/11/2018

**Leading Detractors**

Sector	Weight	Gross	Description	Maturity
AGY	5.11%	(0.01)	FHLMC	11/17/2015
CORP	0.71%	0.02	Pepsi Inc	05/10/2016
TREAS	3.46%	0.02	Treasury Note	08/31/2014
AGY	5.22%	0.04	FNMA	11/20/2014
AGY	2.23%	0.08	FNMA	07/28/2015
TREAS	7.36%	0.08	Treasury Note	06/30/2015
CORP	0.00%	0.09	JPM Chase	06/01/2014
CORP	1.05%	0.11	Walt Disney Corporate Bond	08/16/2016
AGY	4.95%	0.16	FNMA	03/15/2016
CORP	1.09%	0.25	Bank of America Corporate Bond	07/12/2016

**Oakmark International I v. MSCI EAFE****Portfolio**  
Oakmark International I**Benchmark**  
iShares MSCI EAFE**Currency**  
US Dollar

## Highlights 4/1/2014 to 6/30/2014

**Leading Contributors**

	Weight	Return	Contrb
Consumer Cyclical	24.44	5.20	1.26
Consumer Defensive	15.91	3.99	0.63
Healthcare	5.08	5.34	0.27
Basic Materials	6.84	0.84	0.06
Technology	5.84	-0.97	-0.06

**Leading Detractors**

	Weight	Return	Contrb
Financial Services	23.66	-2.82	-0.68
Industrials	18.22	-0.50	-0.09
Technology	5.84	-0.97	-0.06
Basic Materials	6.84	0.84	0.06
Healthcare	5.08	5.34	0.27

**Exposure**

<b>Top 10 Portfolio Holdings</b>	Weight	Return
Credit Suisse Group	4.88	-10.10
Allianz SE	3.57	1.76
Kering	3.22	9.03
Diageo PLC	2.98	2.84
CNH Industrial NV	2.93	-8.54
CIE FINANCIERE RICHEMONT SA	2.85	9.82
Tesco PLC	2.84	2.08
Toyota Motor Corp	2.84	6.16
Holcim Ltd	2.81	6.07
Danone	2.80	7.95

**Holdings**

	Weight	Return	Contrb
Kering	3.41	9.03	0.29
CIE FINANCIERE RICHEMONT SA	3.01	9.82	0.28
Danone	2.97	7.95	0.23
Canon Inc	2.95	7.05	0.21
AMP Ltd	2.34	8.38	0.19
Toyota Motor Corp	3.00	6.16	0.19
LVMH Moet Hennessy Louis Vuitton SA	2.69	7.42	0.19
Holcim Ltd	2.97	6.07	0.17
Olympus Corp	1.37	7.84	0.11
Nestle SA	2.26	4.98	0.11
Samsung Electronics Co Ltd	2.81	3.56	0.10
Diageo PLC	3.15	2.84	0.09
Pernod Ricard NV	2.66	3.10	0.08
Givaudan SA	1.06	7.77	0.08
Bayerische Motoren Werke AG	2.78	2.69	0.08

**Holdings**

	Weight	Return	Contrb
Credit Suisse Group	5.16	-10.10	-0.54
CNH Industrial NV	3.10	-8.54	-0.27
BNP Paribas	2.48	-9.54	-0.25
Orica Ltd	2.27	-7.48	-0.18
Intesa Sanpaolo	1.95	-7.25	-0.14
Experian PLC	2.65	-4.78	-0.13
Royal Philips NV	0.97	-9.74	-0.10
Sap AG	1.36	-3.36	-0.05
Kuehne&Nagel Intl	2.45	-1.31	-0.03
Akzo Nobel NV	0.44	-6.50	-0.03
Willis Group Holdings PLC	1.81	-1.20	-0.02
Publicis Groupe SA	0.47	-4.50	-0.02
Daiwa Securities Co., Ltd.	2.37	-0.72	-0.02
Honda Motor Co Ltd	2.83	-0.56	-0.02
Schroders PLC	1.43	-1.07	-0.02

**Top 10 Benchmark Holdings**

	Weight	Return
Nestle SA	1.83	4.98
Roche Holding AG	1.54	-0.58
Novartis AG	1.48	6.65
HSBC Holdings PLC	1.42	1.05
BP PLC	1.14	11.29
Toyota Motor Corp	1.13	6.16
Royal Dutch Shell PLC Class A	1.10	14.71
Total SA	1.09	11.46
GlaxoSmithKline PLC	0.97	1.97
Sanofi	0.94	5.54

# Oakmark International I v. MSCI EAFE

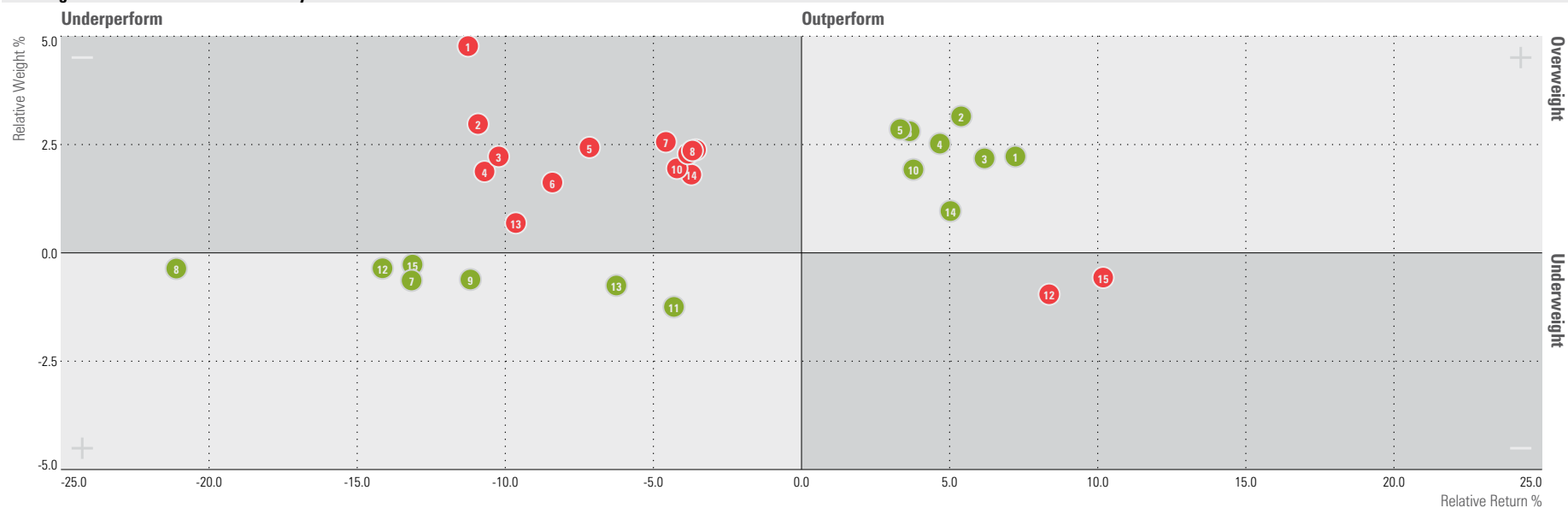
**Portfolio**  
Oakmark International I

**Benchmark**  
iShares MSCI EAFE

**Currency**  
US Dollar

## Attribution Security Selection Effects 4/1/2014 to 6/30/2014

### Morningstar Sector - Attribution Security Selection Effects



Best Selections					Worst Selections				
	Morningstar Sector	Weight +/-	Return +/-	Effect		Morningstar Sector	Weight +/-	Return +/-	Effect
1	AMP Ltd	2.22	7.22	0.16	1	Credit Suisse Group	4.77	-11.25	-0.57
2	Kering	3.15	5.39	0.16	2	CNH Industrial NV	2.97	-10.92	-0.33
3	CIE FINANCIERE RICHEMONT SA	2.18	6.18	0.13	3	Orica Ltd	2.23	-10.22	-0.24
4	Canon Inc	2.52	4.67	0.12	4	BNP Paribas	1.88	-10.70	-0.21
5	Holcim Ltd	2.85	3.33	0.09	5	Experian PLC	2.43	-7.16	-0.17
6	Samsung Electronics Co Ltd	2.81	3.65	0.09	6	Intesa Sanpaolo	1.62	-8.41	-0.14
7	ABB Ltd	-0.64	-13.16	0.09	7	Tesco PLC	2.56	-4.58	-0.11
8	Deutsche Bank AG	-0.36	-21.11	0.08	8	Kuehne&Nagel Intl	2.36	-3.68	-0.09
9	UBS AG	-0.61	-11.18	0.07	9	Diageo PLC	2.29	-3.83	-0.09
10	LVMH Moet Hennessy Louis Vuitton SA	1.93	3.78	0.07	10	Honda Motor Co Ltd	1.95	-4.21	-0.08
11	Siemens AG	-1.25	-4.31	0.05	11	Pernod Ricard NV	2.38	-3.56	-0.08
12	Societe Generale SA	-0.36	-14.14	0.05	12	Banco Santander SA	-0.96	8.36	-0.08
13	Roche Holding AG	-0.75	-6.25	0.05	13	Royal Philips NV	0.69	-9.64	-0.07
14	Givaudan SA	0.97	5.03	0.05	14	Heineken Holding NV	1.81	-3.72	-0.07
15	Fast Retailing Co Ltd	-0.27	-13.13	0.04	15	Mitsubishi UFJ Financial Group Inc	-0.57	10.18	-0.06

# Baird Investment Management

## Mid Cap Growth Portfolio



The Baird Mid Cap Growth portfolio is up 24.0% over the trailing twelve months (up 3.4% in June) versus the Russell Mid Cap Growth benchmark which is up 26.0% TTM (up 3.1% in June).

### June Portfolio Update

Following a challenging May, June provided favorable absolute returns and a reversal in relative performance, which benefited the Baird Mid Cap Growth portfolio. We have remained disciplined with respect to our high quality approach. Despite many investors expressing concerns over the potential for a meaningful correction given strong market performance, lower volatility, reduced compensation for risk, international challenges, etc. our approach and team discussions continue to focus on individual stocks. Our view has been pro-cyclical given growth in employment and wages, a stable housing market, and solid manufacturing metrics (improved capital expenditure outlook) suggesting an expanding economy (first quarter challenges notwithstanding – which we believe were more related to inventory corrections and weather). We continue to look for companies that provide increased growth potential with an appropriate risk/return profile, and added three new names to the portfolio.

We are generally neutral with respect to consumer discretionary, producer durables, and technology. We are overweight materials, and are slightly underweight energy, financials, and staples. The recent benchmark rebalance had the net impact of lowering our relative exposure to durables, while increasing materials and consumer staples.

### Adjustments We Made

During the month, we bought three new positions, added to an existing holding, and sold two positions. We initiated a position in Investnet, a financial services technology company that provides robust account management solutions for broker/dealers and RIAs. Trends towards unified account management suggest ease of use will be an important factor in choosing technology platforms and the Investnet offering is well liked in the market. We bought a new position in HomeAway, which provides travelers with access to a wide host of private accommodations through the internet. We expect strong growth given share gains versus traditional travel companies and the underlying strength in the travel industry. We also started a new position in Envision Healthcare, a leading provider of healthcare services with a focus on physician staffing and ambulance emergency response services and we added to existing holding Mead Johnson. We sold long-time holding Alexion due to its larger market cap and exit from the benchmark during the annual rebalance. We also sold Teradata given continued uncertainty over the company's ability to re-accelerate revenue growth amid what appears to be heightened competition and constrained customer spending.

### What Worked

Financial services posted the strongest relative return, followed by technology, energy, materials, and healthcare. Staples were neutral. Financial services strength came from four of five stocks led by ADS (+10% absolute return) and Affiliated Managers Group (+9%). Both companies continue to demonstrate strong fundamentals. Fortinet (+12%) boosted technology given expectations for share gains. Energy was led by Whiting Petroleum (+13%), while materials outperformance was driven by Acuity (+10%). These stocks address a theme of favorable energy and construction demand. Healthcare experienced relative outperformance from Illumina (+13%) and Icon (+11%).

### What Did Not Work

Consumer discretionary was the largest headwind given a weaker second quarter outlook from PVH, which was down 11% on an absolute basis. We continue to believe PVH has a solid market position. Tractor Supply (-7%) and LKQ (-4%) also contributed to the lag. Despite healthcare overall contributing to a positive month, the lack of owning Vertex caused a significant relative headwind. Vertex, a biotech company, received positive indications for a cystic fibrosis treatment in a late stage trial. Vertex posted a 31% return in June. We will tend to avoid significant binary events as a key investment driver, particularly when the existing business is unprofitable.

Baird Investment Management is a registered investment advisor. Our strategy includes using in-depth research in seeking to uncover high-quality, growth securities for long-term investment. We draw upon comprehensive research sources to assist portfolio managers and analysts in the investment decision-making process. BIM offers Mid Cap Growth [separate accounts](#) as well as a [mutual fund](#).

*Past performance is not a guarantee of future results.* **This portfolio update is incomplete unless accompanied or preceded by fact sheets.**

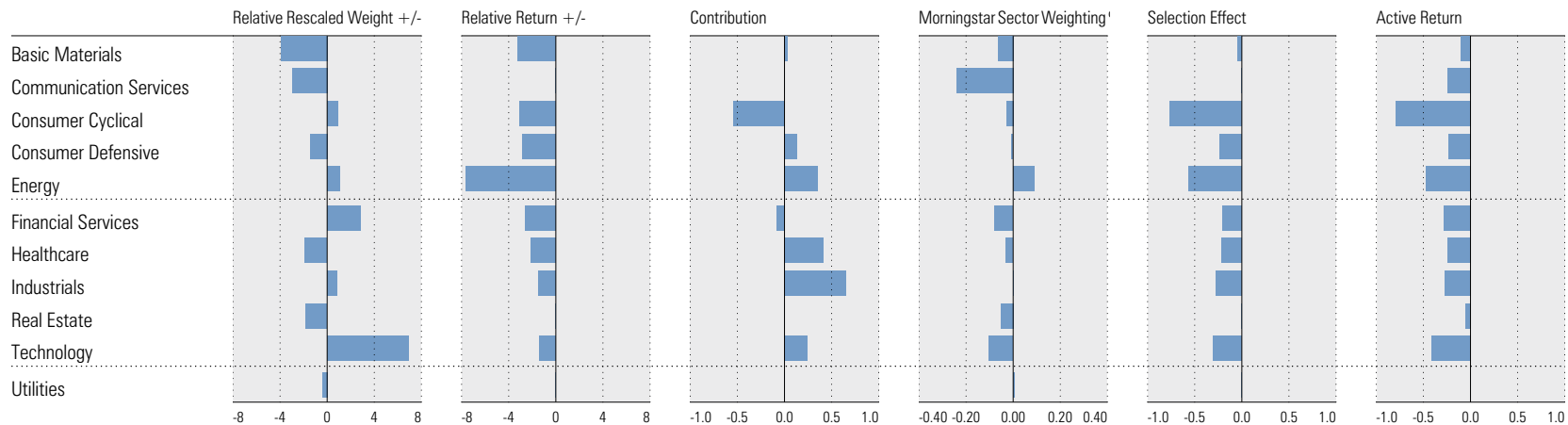
# Baird MidCap v Russell Mid Cap Growth

**Portfolio**  
Baird MidCap Inst

**Benchmark**  
iShares Russell Mid-Cap Growth

**Currency**  
US Dollar

## Highlights 4/1/2014 to 6/30/2014



### Leading Contributors

	Weight	Return	Contrb
Industrials	18.64	3.59	0.66
Healthcare	11.05	3.68	0.42
Energy	7.72	4.62	0.35
Technology	21.01	1.17	0.25
Consumer Defensive	8.17	1.68	0.13

### Leading Detractors

	Weight	Return	Contrb
Consumer Cyclical	24.38	-2.24	-0.55
Financial Services	7.69	-1.12	-0.09
Basic Materials	1.33	2.78	0.04
Consumer Defensive	8.17	1.68	0.13
Technology	21.01	1.17	0.25

### Exposure

Top 10 Portfolio Holdings	Weight	Return
Affiliated Managers Group Inc	2.39	2.67
PVH Corp	2.38	-6.52
Church & Dwight Company, Inc.	2.37	1.74
O'Reilly Automotive Inc	2.37	1.49
Whiting Petroleum Corp	2.28	15.65
Southwestern Energy Co	2.27	-1.13
McCormick & Company Inc	2.21	0.31
Wabco Holdings Inc	2.17	1.19
Trimble Navigation Ltd	2.16	-4.94
Rockwell Automation Inc	2.15	0.98

### Holdings

	Weight	Return	Contrb
Skyworks Solutions Inc	1.98	25.49	0.46
Illumina Inc	2.02	20.10	0.40
Whiting Petroleum Corp	2.37	15.65	0.35
Tiffany & Co	1.66	16.81	0.26
Fortinet Inc	1.52	14.07	0.21
Trinity Industries, Inc.	0.97	21.60	0.19
Oceaneering International	2.04	9.13	0.18
ManpowerGroup	1.92	8.27	0.15
Buffalo Wild Wings, Inc.	0.92	11.29	0.10
Citrix Systems Inc	1.22	8.90	0.10
Edwards Lifesciences Corp	0.71	15.73	0.10
Roper Industries Inc	1.03	9.53	0.09
Dollar Tree Stores Inc	2.12	4.37	0.09
Acuity Brands Inc	1.87	4.39	0.08
Stercycle Inc	1.79	4.22	0.07

### Holdings

	Weight	Return	Contrb
Dick's Sporting Goods Inc	1.87	-14.50	-0.29
Tractor Supply Co	1.80	-14.27	-0.26
Teradata Corp	1.24	-18.28	-0.24
Core Laboratories N.V.	0.95	-15.62	-0.16
PVH Corp	2.47	-6.52	-0.16
Urban Outfitters Inc	1.94	-7.16	-0.14
Qlik Technologies, Inc.	0.71	-14.93	-0.12
Trimble Navigation Ltd	2.24	-4.94	-0.11
Polaris Industries Inc	1.60	-6.44	-0.11
Fortune Brands Home & Security Inc	2.03	-4.82	-0.10
Concur Technologies Inc	1.56	-5.78	-0.10
Perrigo Co PLC	1.67	-5.68	-0.10
Greenhill & Co, Inc.	2.16	-4.37	-0.10
East West Bancorp Inc	2.20	-3.64	-0.08
Cerner Corp	0.93	-8.30	-0.08

### Top 10 Benchmark Holdings

	Weight	Return
Actavis PLC	1.15	8.36
Alexion Pharmaceuticals Inc	0.99	2.71
Crown Castle International Corp	0.79	1.13
Kroger Co	0.76	13.64
Intuit Inc	0.74	3.87
Lorillard Inc	0.71	13.92
VF Corp	0.69	2.23
T. Rowe Price Group Inc	0.68	3.05
Delphi Automotive PLC	0.68	1.67
Aon plc	0.66	7.21



# Baird MidCap v Russell Mid Cap Growth

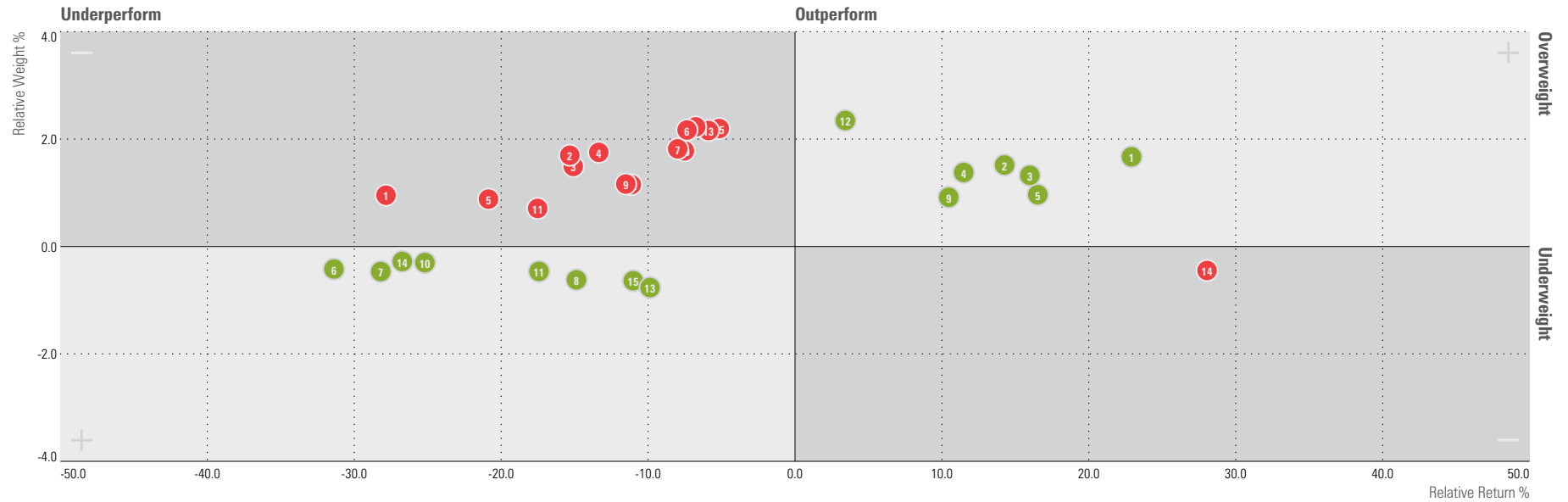
**Portfolio**  
Baird MidCap Inst

**Benchmark**  
iShares Russell Mid-Cap Growth

**Currency**  
US Dollar

## Attribution Security Selection Effects 4/1/2014 to 6/30/2014

### Morningstar Sector - Attribution Security Selection Effects



Best Selections					Worst Selections				
	Morningstar Sector	Weight +/-	Return +/-	Effect		Morningstar Sector	Weight +/-	Return +/-	Effect
1	Skyworks Solutions Inc	1.67	22.90	0.34	1	Core Laboratories N.V.	0.95	-27.84	-0.28
2	Illumina Inc	1.52	14.26	0.22	2	Dick's Sporting Goods Inc	1.70	-15.33	-0.28
3	Tiffany & Co	1.33	15.98	0.20	3	Tractor Supply Co	1.49	-15.10	-0.24
4	Fortinet Inc	1.38	11.48	0.15	4	Southwestern Energy Co	1.75	-13.36	-0.23
5	Trinity Industries, Inc.	0.97	16.53	0.15	5	Teradata Corp	0.88	-20.86	-0.20
6	Coach Inc	-0.42	-31.38	0.14	6	PVH Corp	2.17	-7.35	-0.16
7	Whole Foods Market Inc	-0.47	-28.20	0.14	7	Urban Outfitters Inc	1.82	-7.98	-0.15
8	Xilinx Inc	-0.62	-14.88	0.10	8	Icon PLC	2.23	-6.76	-0.15
9	Buffalo Wild Wings, Inc.	0.92	10.46	0.10	9	Perrigo Co PLC	1.16	-11.52	-0.14
10	Splunk Inc	-0.30	-25.19	0.09	10	Trimble Navigation Ltd	1.78	-7.53	-0.14
11	Bed Bath & Beyond Inc	-0.46	-17.43	0.09	11	Qlik Technologies, Inc.	0.71	-17.52	-0.13
12	Whiting Petroleum Corp	2.35	3.43	0.08	12	The Middleby Corporation	1.15	-11.14	-0.13
13	LinkedIn Corp Class A	-0.76	-9.87	0.08	13	Greenhill & Co, Inc.	2.16	-5.89	-0.13
14	Chicago Bridge & Iron Company	-0.28	-26.73	0.08	14	Vertex Pharmaceuticals Inc	-0.45	28.05	-0.13
15	Discovery Communications Inc Class A	-0.64	-11.01	0.07	15	East West Bancorp Inc	2.20	-5.16	-0.12

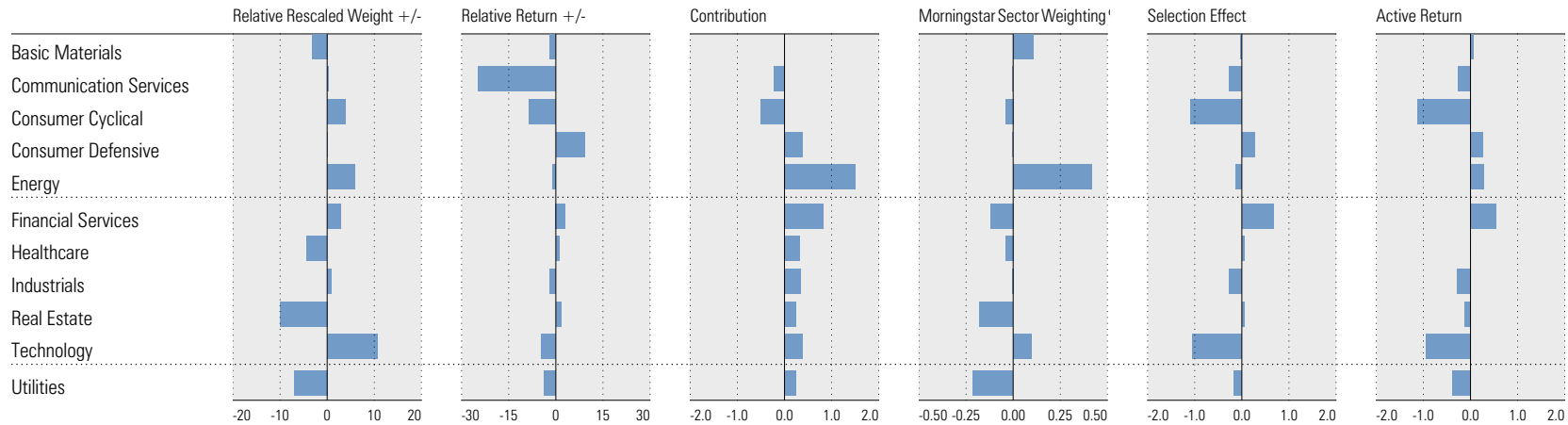
# 14q2 Artisan Mid Cap Value v. Russell Mid Cap

**Portfolio**  
Artisan Mid Cap Value Investor

**Benchmark**  
iShares Russell Mid-Cap Value

**Currency**  
US Dollar

## Highlights 4/1/2014 to 6/30/2014



### Leading Contributors

	Weight	Return	Contrb
Energy	13.25	11.67	1.51
Financial Services	21.69	3.90	0.84
Technology	21.95	1.77	0.40
Consumer Defensive	3.06	13.64	0.40
Industrials	13.46	2.62	0.35

### Leading Detractors

	Weight	Return	Contrb
Consumer Cyclical	12.26	-4.04	-0.51
Communication Services	0.98	-19.96	-0.22
Basic Materials	1.27	0.22	0.00
Utilities	4.91	4.95	0.24
Real Estate	2.91	9.17	0.25

### Exposure

Top 10 Portfolio Holdings		Weight	Return
Cigna Corp		2.88	9.84
Kroger Co		2.79	13.64
Avnet Inc		2.74	-4.44
Arrow Electronics Inc		2.72	1.77
Lam Research Corp		2.58	23.21
Analog Devices Inc		2.55	2.47
FLIR Systems Inc		2.47	-3.24
Alleghany Corp		2.45	7.55
Allstate Corp		2.41	4.28
Edison International		2.35	3.28

### Holdings

	Weight	Return	Contrb
Lam Research Corp	2.82	23.21	0.62
Hess Corp	2.23	19.63	0.41
Kroger Co	3.06	13.64	0.40
SM Energy Co	1.93	18.04	0.34
Cigna Corp	3.15	9.84	0.31
Cimarex Energy Co	1.22	20.59	0.24
H&R Block Inc	2.02	11.72	0.24
Patterson-UTI Energy Inc	2.23	10.62	0.23
Alleghany Corp	2.68	7.55	0.20
Denbury Resources Inc	1.31	12.98	0.17
Nordstrom, Inc.	1.63	9.31	0.15
Aon plc	2.07	7.21	0.14
Allied World Assurance Co Holdings AG	1.28	11.19	0.14
Western Union Company	1.98	6.82	0.14
Republic Services Inc Class A	1.12	11.91	0.13

### Holdings

	Weight	Return	Contrb
Coach, Inc.	1.70	-30.56	-0.57
Teradata Corporation	1.48	-18.28	-0.29
Bed Bath & Beyond, Inc.	1.64	-16.60	-0.29
NeuStar, Inc.	0.98	-19.96	-0.22
Jacobs Engineering Group Inc	1.05	-16.09	-0.18
Avnet Inc	3.00	-4.44	-0.14
Towers Watson & Co Class A	1.09	-8.49	-0.09
FLIR Systems Inc	2.70	-3.24	-0.09
Intercontinental Exchange Inc	1.64	-4.19	-0.07
Mattel, Inc.	1.93	-1.88	-0.04
Rockwell Collins Inc	1.75	-1.55	-0.03
Omnicom Group, Inc.	1.92	-1.20	-0.02
Ingram Micro Inc Class A	1.79	-1.18	-0.02
Southwestern Energy Company	1.77	-1.13	-0.02
Northern Trust Corp	0.99	-1.53	-0.02

### Top 10 Benchmark Holdings

	Weight	Return
Micron Technology Inc	0.94	39.26
Forest Laboratories Inc	0.87	7.29
Sempra Energy	0.84	8.90
Cardinal Health Inc	0.84	-1.54
Cigna Corp	0.80	9.84
Noble Energy Inc	0.79	9.31
PPL Corp	0.75	8.36
SunTrust Banks Inc	0.74	1.20
Prologis Inc	0.72	1.44
PACCAR Inc	0.70	-6.50

# 14q2 Artisan Mid Cap Value v. Russell Mid Cap

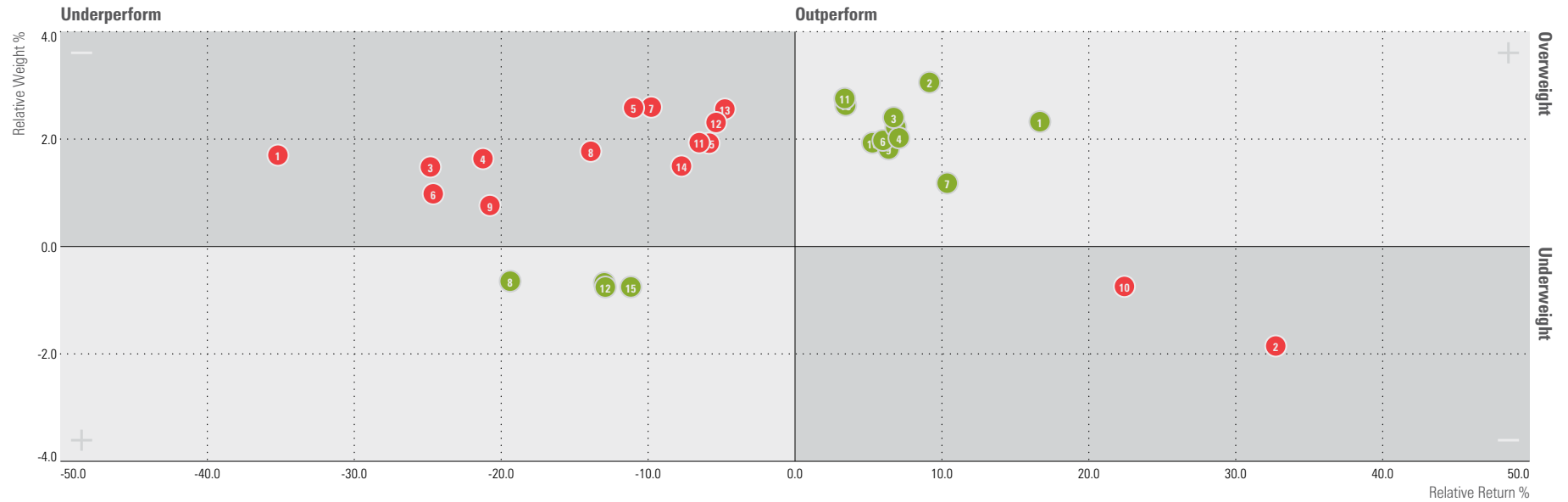
**Portfolio**  
Artisan Mid Cap Value Investor

**Benchmark**  
iShares Russell Mid-Cap Value

**Currency**  
US Dollar

## Attribution Security Selection Effects 4/1/2014 to 6/30/2014

### Morningstar Sector - Attribution Security Selection Effects



Best Selections					Worst Selections				
	Morningstar Sector	Weight +/-	Return +/-	Effect		Morningstar Sector	Weight +/-	Return +/-	Effect
1	Lam Research Corp	2.32	16.67	0.36	1	Coach, Inc.	1.70	-35.20	-0.66
2	Kroger Co	3.06	9.15	0.27	2	Micron Technology Inc	-1.85	32.72	-0.54
3	Alleghany Corp	2.40	6.71	0.16	3	Teradata Corporation	1.48	-24.82	-0.39
4	H&R Block Inc	2.02	7.08	0.15	4	Bed Bath & Beyond, Inc.	1.64	-21.24	-0.37
5	Hess Corp	2.23	6.86	0.14	5	Avnet Inc	2.58	-10.99	-0.29
6	Western Union Company	1.98	5.99	0.12	6	NeuStar, Inc.	0.98	-24.62	-0.27
7	Allied World Assurance Co Holdings AG	1.18	10.36	0.12	7	FLIR Systems Inc	2.60	-9.78	-0.26
8	HollyFrontier Corp	-0.65	-19.39	0.12	8	Southwestern Energy Company	1.77	-13.90	-0.24
9	Aon plc	1.82	6.38	0.11	9	Jacobs Engineering Group Inc	0.76	-20.77	-0.17
10	SM Energy Co	1.93	5.27	0.10	10	SanDisk Corp	-0.74	22.42	-0.15
11	Cigna Corp	2.76	3.39	0.10	11	Mattel, Inc.	1.93	-6.52	-0.13
12	Whirlpool Corp	-0.75	-12.91	0.10	12	Edison International	2.31	-5.37	-0.12
13	Allstate Corp	2.63	3.45	0.09	13	Arrow Electronics Inc	2.56	-4.77	-0.12
14	CA Inc	-0.68	-12.98	0.09	14	Ingram Micro Inc Class A	1.50	-7.73	-0.12
15	PACCAR Inc	-0.75	-11.17	0.09	15	Omnicom Group, Inc.	1.92	-5.84	-0.11

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<b>Hoffman Estates Fire Adelante 9828-2261 Managed Account</b>							
<b>Cash and Equivalents</b>							
<b>Money Funds</b>							
<b>Money Funds</b>							
0.1%	MMF		Schwab Money Market		58,634.05		58,634.05
<b>Domestic Equities</b>							
<b>Alternatives</b>							
<b>Real Estate</b>							
0.1%	AIV	12/18/2012	Airport Investment & Managem	1,554	43,786.85	32.270	50,147.58
0.0%	ARE	11/07/2013	Alexandria Real Estate	333	21,609.14	77.640	25,854.12
0.0%	AAT	04/26/2013	American Assets TRUST	714	23,238.73	34.550	24,668.70
0.1%	AMT	12/18/2012	American Tower	450	34,602.12	89.980	40,491.00
0.1%	AVB	12/18/2012	Avalonbay Communities	690	91,727.22	142.190	98,111.10
0.1%	BXP	12/18/2012	Boston Properties	870	92,341.40	118.180	102,816.60
0.0%	CHSP	05/30/2013	Chesapeake Lodging Trust	495	10,862.26	30.230	14,963.85
0.1%	CUZ	08/29/2013	Cousins Properties	3,264	34,100.19	12.450	40,636.80
0.0%	EQY	06/07/2013	Equity One Inc	1,272	29,567.84	23.590	30,006.48
0.2%	EQR	12/18/2012	Equity Residential	1,956	110,378.77	63.000	123,228.00
0.1%	ESS	12/18/2012	Essex Property	381	57,388.90	184.910	70,450.71
0.1%	EXR	12/18/2012	Extra Space Storage Inc	915	35,266.56	53.250	48,723.75
0.1%	GGP	12/18/2012	General Growth Properties	3,315	66,540.94	23.560	78,101.40
0.1%	HCP	12/18/2012	H C P Inc	2,415	110,839.29	41.380	99,932.70
0.0%	HTA	12/18/2012	Healthcare Trust of America	2,406	25,624.51	12.040	28,968.24
0.0%	H	03/14/2013	Hyatt Hotels	450	19,635.32	60.980	27,441.00
0.1%	KRC	12/18/2012	Kilroy Realty Corp	714	35,235.79	62.280	44,467.92
0.0%	KRG	04/26/2013	Kite Realty Group TRUST	2,394	14,829.81	6.140	14,699.16
0.1%	MAR	12/18/2012	Marriott International	1,014	40,484.15	64.100	64,997.40
0.1%	PLD	12/18/2012	Prologis	2,142	79,179.48	41.090	88,014.78
0.1%	PSA	12/18/2012	Public Storage	543	79,640.01	171.350	93,043.05
0.1%	ROIC	12/18/2012	Retail Oppty Investments	2,376	31,616.21	15.730	37,374.48
0.1%	RLJ	06/07/2013	Rlj Lodging Trust	1,575	37,637.70	28.890	45,501.75
0.1%	SLG	12/18/2012	S L Green Realty	558	46,107.46	109.410	61,050.78
0.3%	SPG	12/18/2012	Simon Property Group	1,275	201,924.67	166.280	212,007.00
0.1%	TCO	12/18/2012	Taubman Centers	789	60,218.26	75.810	59,814.09
0.1%	VTR	12/18/2012	Ventas Inc	1,458	99,011.01	64.100	93,457.80
2.4%					1,533,394.59		1,718,970.24
<b>Domestic</b>							
0.1%	BRX	11/07/2013	Brixmor Property Group	1,578	31,853.75	22.950	36,215.10
0.0%	COR	02/07/2014	Coresite Realty Corp	948	28,879.56	33.070	31,350.36
0.1%					60,733.31		67,565.46

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<b>Hoffman Estates Fire Adelante 9828-2261 Managed Account</b>							
<b>Domestic Equities</b>							
<b>Domestic Real Estate</b>							
0.0%	ARPI	12/17/2013	American Residential Propertie	570	9,769.36	18.750	10,687.50
					70,502.67		
0.1%							78,252.96
					1,603,897.26		
2.6%							1,797,223.20
<b>Real Estate Alternatives Core</b>							
0.0%	FRT	02/07/2014	Federal Realty	279	31,577.59	120.920	33,736.68
0.0%	HOT	03/25/2014	Starwood Hotels	363	28,063.47	80.820	29,337.66
					59,641.06		
0.1%							63,074.34
<b>Mid Cap Growth</b>							
0.0%	ELS	11/07/2013	Equity Lifestyle Pptys	612	22,814.25	44.160	27,025.92
					82,455.31		
0.1%							90,100.26
<b>Domestic Alternatives</b>							
0.1%	DRE	02/07/2014	Duke Realty Corp	1,977	32,734.18	18.160	35,902.32
					115,189.49		
0.2%							126,002.58
					1,777,720.80		
2.8%							1,981,859.83
<b>Hoffman Estates Fire Mutual Funds 8574-4488 Mutual Fund</b>							
<b>Cash and Equivalents</b>							
<b>Money Funds</b>							
<b>Money Funds</b>							
0.1%	MMF		Schwab Money Market		104,396.49		104,396.49
<b>Domestic Equities</b>							
<b>Domestic Core</b>							
13.3%	IWV	12/10/2012	Russell 3000 IShare	79,115.67	6,820,370.32	117.740	9,315,079.03
<b>Large Growth</b>							
4.0%	VIGAX	06/03/2014	Vanguard Growth Admiral	54,586.712	2,274,241.63	50.920	2,779,555.38
<b>Mid Cap Growth</b>							
3.1%	BMDIX	12/10/2012	Baird Midcap Institutional	141,626.403	1,646,112.22	15.430	2,185,295.40
<b>Mid Cap Value</b>							
4.5%	ARTQX	12/10/2012	Artisan Midcap Value Fd	112,088.709	2,439,885.90	28.240	3,165,385.14
<b>Small Growth</b>							
2.0%	VEXRX	05/17/2013	Vanguard Explorer Admiral Sh	14,525.53	1,288,180.41	98.460	1,430,183.68

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<b>Hoffman Estates Fire Mutual Funds 8574-4488 Mutual Fund</b>							
<b>Domestic Equities</b>							
<b>Domestic</b>							
<b>Small Value</b>							
2.0%	HNVIX	05/01/2013	Heartland Value Institutional	37,231.529	1,167,276.14	37.700	1,403,628.64
					15,636,066.62		
28.9%							20,279,127.27
<b>Alternatives</b>							
<b>Alternatives</b>							
<b>Health Care</b>							
3.9%	PRHSX	12/10/2012	T Rowe Price Health	42,638.157	1,874,204.79	63.950	2,726,710.14
<b>International Equities</b>							
<b>International</b>							
<b>Large Blend</b>							
5.9%	UMBWX	12/10/2012	UMB Scout International	109,161.73	3,640,574.73	37.810	4,127,405.01
<b>Large Value</b>							
1.4%	ARTKX	02/07/2013	Artisan Intl Value Fund	24,829.11	801,737.43	39.130	971,563.07
7.5%	OAKIX	12/10/2012	Oakmark International	194,652.887	4,118,759.03	26.900	5,236,162.66
8.8%					4,920,496.46		
							6,207,725.73
<b>Small Growth</b>							
3.9%	CAIRX	04/10/2013	Acorn International Institutional	56,039.94	2,462,954.86	48.930	2,742,034.26
<b>Emerging Markets</b>							
4.0%	ODVYX	12/10/2012	Oppenheimer Developing Mark	70,125.145	2,443,369.38	39.820	2,792,383.27
22.6%					13,467,395.43		
							15,869,548.27
55.5%					31,082,063.33		
							38,979,782.17
<b>Hoffman Estates Fire Rothschild LV 8866-3255 Managed Account</b>							
<b>Cash and Equivalents</b>							
<b>Money Funds</b>							
<b>Money Funds</b>							
0.3%	MMF		Schwab Money Market		211,229.04		211,229.04
<b>Domestic Equities</b>							
<b>Alternatives</b>							
<b>Real Estate</b>							
0.1%	SPG	12/28/2012	Simon Property Group	388	62,811.04	166.280	64,516.64
<b>Domestic</b>							
0.1%	MPC	12/30/2013	Marathon Pete Corp	832	73,338.87	78.070	64,954.24
<b>Core</b>							
0.0%	BRKB	12/28/2012	Berkshire Hathaway Class B	234	21,512.67	126.560	29,615.04
0.1%	CAH	08/07/2013	Cardinal Health Inc	653	33,215.69	68.560	44,769.68
0.1%	EOG	12/28/2012	E O G Resources	710	44,045.26	116.860	82,970.60
0.1%	EMR	03/24/2014	Emerson Electric Co	1,160	76,343.11	66.360	76,977.60
0.1%	HP	04/17/2014	Helmerich & Payne Inc	373	41,343.99	116.110	43,309.03
0.1%	ITW	09/24/2013	Illinois Tool Works	625	48,264.67	87.560	54,725.00
0.1%	PG	12/28/2012	Procter & Gamble Co	584	40,297.69	78.590	45,896.56
0.1%	ROK	02/18/2014	Rockwell Automation Inc	370	44,336.21	125.160	46,309.20

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<b>Hoffman Estates Fire Rothschild LV 8866-3255 Managed Account</b>							
<b>Domestic Equities</b>							
<b>Domestic Core</b>							
0.1%	STT	12/14/2012	State Street Corp	1,176	59,592.99	67.260	79,097.76
0.7%					408,952.28		503,670.47
<b>Domestic</b>							
0.1%	FLR	12/16/2013	Fluor Corporation	662	51,479.10	76.900	50,907.80
<b>Large Blend</b>							
0.2%	BHI	08/05/2013	Baker Hughes Inc	1,502	75,635.54	74.450	111,823.90
0.1%	DAL	08/14/2013	Delta Air Lines	1,838	35,166.89	38.720	71,167.36
0.1%	WDC	08/30/2013	Western Digital Corp	663	45,868.49	92.300	61,194.90
0.3%					156,670.92		244,186.16
<b>Large Growth</b>							
0.1%	ACT	10/01/2013	Actavis Inc	204	0.00	223.050	45,502.20
0.1%	ALL	12/28/2012	Allstate Corporation	1,524	63,902.17	58.720	89,489.28
0.1%	AAPL	09/25/2013	Apple Computer Inc	866	63,141.66	92.930	80,477.38
0.2%	CSCO	12/28/2012	Cisco Systems Inc	4,553	105,058.06	24.850	113,142.05
0.1%	CMCSA	12/14/2012	Comcast	1,578	58,983.58	53.680	84,707.04
0.1%	DTV	01/09/2013	DirecTV	570	31,415.95	85.010	48,455.70
0.1%	GE	12/14/2012	General Electric Company	3,050	68,566.46	26.280	80,154.00
0.1%	GILD	04/07/2014	Gilead Sciences	620	46,754.93	82.910	51,404.20
0.1%	HD	12/28/2012	Home Depot Inc	855	57,951.20	80.960	69,220.80
0.0%	MSFT	06/03/2013	Microsoft Corporation	691	24,113.83	41.700	28,814.70
0.1%	ORCL	12/14/2012	Oracle Corporation	2,197	75,000.79	40.530	89,044.41
0.0%	SCHW	09/20/2013	The Charles Schwab Corp	1,285	27,275.96	26.930	34,605.05
0.2%	TWX	12/28/2012	Time Warner Inc	1,516	73,470.38	70.250	106,499.00
0.1%	VZ	03/03/2014	Verizon Communications	1,053	49,226.91	48.930	51,523.29
1.4%					744,861.88		973,039.10
<b>Large Value</b>							
0.1%	AEP	06/25/2014	American Electric Power	1,156	63,773.51	55.770	64,470.12
0.2%	AIG	12/14/2012	American Int. Group	2,157	88,553.29	54.580	117,729.06
0.1%	T	12/14/2012	AT & T	2,870	100,394.23	35.360	101,483.20
0.2%	CVX	12/14/2012	Chevron Texaco	1,345	149,529.07	130.550	175,589.75
0.1%	C	12/14/2012	Citigroup Inc	1,173	51,844.18	47.100	55,248.30
0.2%	COP	12/28/2012	Conoco Phillips	1,582	95,102.26	85.730	135,624.86
0.1%	DFS	12/28/2012	Discover Financial	1,537	60,464.69	61.980	95,263.26
0.2%	XOM	12/14/2012	Exxon Mobil Corporation	1,306	116,234.16	100.680	131,488.08
0.2%	JPM	12/14/2012	J P Morgan Chase	2,939	128,805.60	57.620	169,345.18
0.3%	JNJ	12/14/2012	Johnson & Johnson	1,685	145,540.13	104.620	176,284.70
0.1%	KR	12/28/2012	Kroger Company	866	23,843.88	49.430	42,806.38
0.1%	MRO	12/28/2012	Marathon Oil	2,088	68,432.11	39.920	83,352.96
0.1%	MRK	04/14/2014	Merck & Co.	1,329	74,631.06	57.850	76,882.65
0.1%	MET	12/14/2012	Metropolitan Life	1,703	57,702.19	55.560	94,618.68
0.1%	NOC	12/28/2012	Northrop Grumman Corp	508	36,840.74	119.630	60,772.04
0.2%	PFE	12/14/2012	Pfizer	5,911	163,021.22	29.680	175,438.48
0.1%	PNC	12/14/2012	PNC Financial Services	797	46,213.88	89.050	70,972.85
0.1%	RTN	12/28/2012	Raytheon	523	30,416.72	92.250	48,246.75
0.3%	WFC	12/14/2012	Wells Fargo	3,939	140,112.91	52.560	207,033.84
3.0%					1,641,455.83		2,082,651.14

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<b>Hoffman Estates Fire Rothschild LV 8866-3255 Managed Account</b>							
<b>Domestic Equities</b>							
<b>Domestic</b>							
<b>Mid Cap Core</b>							
0.1%	COF	05/02/2014	Capital One Financial	893	67,733.46	82.600	73,761.80
0.1%	PEG	10/16/2013	PSEG Inc	2,196	73,837.64	40.790	89,574.84
0.2%					141,571.10		163,336.64
<b>Mid Cap Growth</b>							
0.1%	MAN	04/08/2014	Manpower	825	64,204.31	84.850	70,001.25
0.1%	MYL	06/19/2013	Mylan Laboratories Inc	924	28,974.79	51.560	47,641.44
0.1%	PH	06/02/2014	Parker-Hannifin Corp	668	83,184.74	125.730	83,987.64
0.1%	SNDK	04/18/2013	Sandisk Corp	422	26,467.38	104.430	44,069.46
0.1%	VIAB	12/02/2013	Viacom	935	77,085.46	86.730	81,092.55
0.1%	DIS	02/07/2014	Walt Disney	1,002	76,901.29	85.740	85,911.48
0.6%					356,817.97		412,703.82
<b>Mid Cap Value</b>							
0.1%	AMP	12/28/2012	Ameriprise Financial Inc	773	49,728.19	120.000	92,760.00
0.1%	AVY	05/03/2013	Avery Dennison	1,508	69,038.66	51.250	77,285.00
0.1%	DTE	12/28/2012	D T E Energy Company	1,039	66,157.93	77.870	80,906.93
0.1%	DOV	08/13/2013	Dover Corporation	611	54,762.12	90.950	55,570.45
0.1%	DOW	09/27/2013	Dow Chemical Company	1,607	62,793.68	51.460	82,696.22
0.1%	EMN	04/02/2014	Eastman Chemical	641	55,788.79	87.350	55,991.35
0.1%	FITB	01/10/2014	Fifth Third Bancorp	2,994	65,149.92	21.350	63,921.90
0.1%	LEA	12/28/2012	Lear Corporation	781	47,648.10	89.320	69,758.92
0.1%	M	02/08/2013	Macys Inc	1,386	61,284.72	58.020	80,415.72
0.1%	PEP	05/16/2014	Pepsico Inc	879	75,757.17	89.340	78,529.86
0.1%	PGR	06/17/2014	Progressive Corp Ohio	2,032	51,712.37	25.360	51,531.52
0.1%	QCOM	11/19/2013	Qualcomm	785	56,523.93	79.200	62,172.00
0.1%	RF	06/11/2013	Regions Financial	6,919	65,271.78	10.620	73,479.78
0.1%	WHR	01/18/2013	Whirlpool Corp	376	40,509.77	139.220	52,346.72
1.4%					822,127.13		977,366.37
7.8%					4,397,275.08		5,472,815.74
7.9%					4,460,086.12		5,537,332.38
<b>Real Estate</b>							
<b>Domestic</b>							
<b>Mid Cap Value</b>							
0.1%	DEI	08/29/2013	Douglas Emmett Inc	2,221	55,295.48	28.220	62,676.62
8.3%					4,726,610.64		5,811,238.04
<b>Hoffman Estates Firefighters Blair 1327-2619 Managed Account</b>							
<b>Cash and Equivalents</b>							
<b>Money Funds</b>							
<b>Money Funds</b>							
0.3%	MMF		Schwab Money Market		219,676.92		219,676.92



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<b>Hoffman Estates Firefighters Blair 1327-2619 Managed Account</b>							
<b>Fixed Income</b>							
<b>Mortgage Backed</b>							
0.1%	31390GSE8	12/31/2012	FNMA 06/01/2017 6.50% Par 76,094.38 (0.0223807) Accrued Income	3,400,000	111,389.21	105.995	80,656.24   412.18
0.1%	31371KY47	02/13/2014	FNMA 02/01/2018 5.00% Par 65,183.38 (0.03621299) Accrued Income	1,800,000	70,935.48	106.275	69,273.51   271.60
0.0%	31294KTB1	02/13/2014	FHLMC 09/01/2018 4.50% Par 28,800.58 (0.0748067) Accrued Income	385,000	31,116.21	106.203	30,586.94   108.00
0.2%	3129637C9	01/18/2013	FHLMC 01/01/2019 5.00% Par 120,748.75 (0.09570003) Accrued Income	1,261,742	134,365.07	106.595	128,712.49   503.12
0.1%	312966PU2	02/13/2014	FHLMC 05/01/2019 4.50% Par 46,186.59 (0.11501533) Accrued Income	401,569	49,803.88	106.515	49,195.65   173.20
0.5%	31405DAS6	01/18/2013	FNMA 01/01/2020 5.00% Par 311,264.77 (0.11318719) Accrued Income	2,750,000	360,439.44	107.275	333,908.66   1,296.94
0.5%	31406P6Y0	01/18/2013	FNMA 05/01/2020 5.00% Par 319,838.69 (0.15230414) Accrued Income	2,100,000	375,555.71	107.275	343,106.32   1,332.66
0.2%	31415CM53	02/10/2014	FNMA 05/01/2023 5.50% Par 124,940.55 (0.22716463) Accrued Income	550,000	139,149.13	107.400	134,185.77   572.64
0.3%	31416NAV4	01/25/2013	FNMA 03/01/2024 4.50% Par 185,251.98 (0.28500305) Accrued Income	650,000	214,660.51	107.645	199,414.68   694.69
0.5%	31415YWX3	01/23/2013	FNMA 04/01/2024 4.00% Par 310,471.40 (0.33564476) Accrued Income	925,000	346,444.25	107.152	332,676.94   1,034.90
0.2%	31416NSS2	01/25/2013	FNMA 04/01/2024 4.50% Par 122,116.96 (0.25708833) Accrued Income	475,000	141,567.00	107.645	131,452.92   457.94
0.2%	31412QRQ4	02/05/2013	FNMA 11/01/2024 4.00% Par 134,496.19 (0.38427484) Accrued Income	350,000	150,402.55	107.402	144,451.87   448.32
0.2%	31417S5T3	01/30/2013	FNMA 12/01/2024 4.00% Par 155,164.58 (0.44332737) Accrued Income	350,000	176,117.75	107.402	166,650.17   517.22
0.2%	31418WCA6	04/11/2013	FNMA 08/01/2025 4.00% Par 161,004.32 (0.64401728) Accrued Income	250,000	179,598.55	107.402	172,922.18   536.68

## Portfolio Statement

As of 06/30/2014

Hoffman Estates Firefighters Pension Fund

<u>Weight</u>	<u>Symbol</u>	<u>Trade Date</u>	<u>Description</u>	<u>Quantity</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Current Value</u>
<b>Hoffman Estates Firefighters Blair 1327-2619 Managed Account</b>							
<b>Fixed Income</b>							
<b>Mortgage Backed</b>							
1.1%	3138EKEZ4	02/20/2013	FNMA 08/01/2026 4.00% Par 742,967.75 (0.74296775) Accrued Income	1,000,000	833,506.42	107.402	797,963.71
0.5%	3138E0SN0	09/10/2013	FNMA 12/01/2026 4.00% Par 337,084.61 (0.67416921) Accrued Income	500,000	361,854.60	107.426	2,476.56 362,117.86
1.0%	3128PYJE5	01/23/2013	FHLMC 03/01/2027 3.50% Par 670,530.35 (0.67053035) Accrued Income	1,000,000	744,709.09	106.201	1,123.62 712,111.95
0.3%	3138XJDT1	02/11/2014	FNMA 02/01/2029 4.00% Par 192,405.92 (0.96202959) Accrued Income	200,000	208,046.82	107.472	1,955.71 206,782.49
0.0%	31402QYE5	02/13/2014	FNMA 06/01/2033 6.50% Par 28,927.96 (0.07802424) Accrued Income	370,756	32,969.44	113.932	641.35 32,958.17
0.3%	3128KA3X7	01/18/2013	FHLMC 06/01/2036 6.00% Par 211,720.33 (0.08641646) Accrued Income	2,450,000	250,625.01	113.153	156.69 239,566.84
0.1%	31413J5Z3	01/18/2013	FNMA 10/01/2037 6.00% Par 82,084.12 (0.28288286) Accrued Income	290,170	99,496.67	114.412	1,058.60 93,914.08
0.4%	3128L53T6	01/18/2013	FHLMC 02/01/2038 6.00% Par 273,062.48 (0.24823862) Accrued Income	1,100,000	334,377.44	114.715	410.42 313,243.63
0.3%	31410LBB7	01/18/2013	FNMA 10/01/2038 6.00% Par 166,391.58 (0.25403294) Accrued Income	655,000	199,848.48	113.318	1,365.31 188,552.10
0.2%	3128M7VQ6	04/23/2013	FHLMC 11/01/2038 6.50% Par 104,769.88 (0.2619247) Accrued Income	400,000	124,152.41	114.479	831.96 119,939.09
0.9%	3128M9B92	06/24/2014	FHLMC G 11/01/2038 5.50% Par 571,646.64 (0.57164664) Accrued Income	1,000,000	651,508.24	112.341	567.50 642,195.84
0.2%	31417MS38	12/11/2013	FNMA 10/01/2039 5.00% Par 153,479.49 (0.46508936) Accrued Income	330,000	169,719.14	112.025	2,620.05 171,935.86
0.2%	312940DH9	12/31/2012	FHLMC 04/01/2040 5.50% Par 106,689.32 (0.53344662) Accrued Income	200,000	115,849.25	112.279	639.50 119,789.60
0.1%	3129405F2	06/25/2013	FHLMC 06/01/2040 5.50% Par 70,776.46 (0.56621171) Accrued Income	125,000	79,888.55	113.373	488.99 80,241.19 324.39

## Portfolio Statement

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Hoffman Estates Firefighters Pension Fund

<u>Weight</u>	<u>Symbol</u>	<u>Trade Date</u>	<u>Description</u>	<u>Quantity</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Current Value</u>
<b>Hoffman Estates Firefighters Blair 1327-2619 Managed Account</b>							
<b>Fixed Income</b>							
<b>Mortgage Backed</b>							
0.2%	31418UWC4	01/16/2013	FNMA 06/01/2040 5.00% Par 93,989.64 (0.59866013) Accrued Income	157,000	106,201.30	112.025	105,292.18
1.0%	31418VLM2	06/28/2013	FNMA 06/01/2040 5.50% Par 631,173.09 (0.70130343) Accrued Income	900,000	715,595.03	113.991	719,477.36
0.4%	31416WHY1	01/17/2013	FNMA PI 06/01/2040 5.00% Par 235,295.05 (0.47059009) Accrued Income	500,000	269,317.21	112.025	263,589.98
0.9%	3128M8UG7	06/24/2013	FHLMC 06/01/2041 5.00% Par 586,465.75 (0.68995971) Accrued Income	850,000	659,951.87	112.593	660,317.04
							2,443.61
11.6%					8,439,161.71		8,176,912.56
<b>U. S. Treasury</b>							
0.2%	912803AT0	12/31/2012	U S Treasury Strip 05/15/2020 0.00%	150,000	136,910.10	89.461	134,191.35
<b>Treasury Inflation-Indexed</b>							
0.3%	912828LA6	05/22/2014	Treasury Inflation-Indexed 07/15/2019 1.875% Par 188,732.30 (1.11019) Accrued Income	170,000	211,575.43	112.500	212,323.84
							157.28
0.5%					348,485.53		346,672.47
<b>Corporate Bonds</b>							
0.1%	06051GEV7	03/19/2013	Bank of America Corporate Bo 03/22/2016 0.00%	100,000	100,010.00	100.380	100,380.30
0.2%	46625HGN4	01/03/2013	JP Morgan Chase 06/27/2017 6.125% Accrued Income	150,000	175,501.50	112.820	169,229.70
0.2%	025816AX7	01/08/2013	American Express 08/28/2017 6.15% Accrued Income	150,000	181,108.50	114.467	171,699.75
0.2%	30161MAE3	01/15/2013	Exelon Generation 10/01/2017 6.20% Accrued Income	125,000	148,121.25	114.144	3,100.63
0.3%	6174466Q7	01/03/2013	Morgan Stanley 04/01/2018 6.625% Accrued Income	150,000	178,378.50	116.924	142,680.38
0.1%	828807BZ9	01/07/2013	Simon Property Group 05/30/2018 6.125% Accrued Income	75,000	91,503.75	116.381	1,937.50
0.2%	24422EQV4	01/10/2013	Deere & Company 09/10/2018 5.75% Accrued Income	125,000	152,790.00	116.083	2,484.38
0.2%	38141EB73	11/12/2013	Goldman Sachs Gro Var 11/15/2018 0.00%	150,000	150,010.00	101.341	87,285.53
0.3%	590188JN9	01/15/2013	Merrill Lynch 11/15/2018 6.875% Accrued Income	150,000	185,038.50	119.506	395.57
							145,103.38
							2,216.15
							152,011.50
							179,258.25
							1,317.71

## Portfolio Statement

As of 06/30/2014

Hoffman Estates Firefighters Pension Fund

<u>Weight</u>	<u>Symbol</u>	<u>Trade Date</u>	<u>Description</u>	<u>Quantity</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Current Value</u>
<b>Hoffman Estates Firefighters Blair 1327-2619 Managed Account</b>							
<b>Fixed Income</b>							
<b>Corporate Bonds</b>							
0.2%	71647NAE9	06/11/2013	Petrobras 01/15/2019 0.00%	125,000	125,010.00	100.348	125,434.63
0.2%	126408GQ0	10/16/2013	CSX Corporation 02/01/2019 7.375%	100,000	123,410.00	122.376	122,376.10
			Accrued Income				3,072.92
0.2%	438516AZ9	01/24/2013	Honeywell International 02/15/2019 5.00%	125,000	148,778.75	113.599	141,998.38
			Accrued Income				2,361.11
0.3%	172967EV9	01/08/2013	Citigroup Inc 05/22/2019 8.50%	150,000	203,544.00	127.971	191,956.50
			Accrued Income				1,381.25
0.2%	25470DAA7	01/28/2013	Discovery Communications 08/15/2019 5.625%	125,000	148,900.00	114.980	143,724.50
			Accrued Income				2,656.25
0.2%	760761AB2	01/24/2013	Republic Services 09/15/2019 5.50%	125,000	149,173.75	114.812	143,514.38
			Accrued Income				2,024.31
0.2%	12189TBC7	01/10/2013	Burlington North 10/01/2019 4.70%	125,000	145,596.25	113.013	141,266.50
			Accrued Income				1,468.75
0.3%	10112RAQ7	01/07/2013	Boston Properties 10/15/2019 5.875%	150,000	180,600.00	116.720	175,079.40
			Accrued Income				1,860.42
0.3%	345397VM2	01/08/2013	Ford Motor Credit 01/15/2020 8.125%	150,000	193,402.50	127.542	191,312.70
			Accrued Income				5,619.79
0.2%	71654QAW2	01/16/2014	Petroleos Mexican 03/05/2020 6.00%	125,000	139,697.50	114.479	143,098.75
			Accrued Income				2,416.67
0.2%	478366AU1	01/24/2013	Johnson Controls Inc 03/30/2020 5.00%	150,000	171,397.50	111.712	167,567.70
			Accrued Income				1,895.83
0.2%	502413BA4	01/07/2013	L-3 Communications Group 02/15/2021 4.95%	150,000	169,429.50	110.463	165,694.65
			Accrued Income				2,805.00
0.2%	29266RAB4	10/31/2013	Energizer Holdings 05/19/2021 4.70%	125,000	129,911.25	102.936	128,670.38
			Accrued Income				685.42
0.2%	428236BM4	01/03/2013	Hewlett Packard 06/01/2021 4.30%	150,000	149,083.50	106.621	159,931.80
			Accrued Income				537.50
0.2%	67103HAB3	10/18/2013	O'Reilly Automotive Inc 09/15/2021 4.625%	125,000	132,060.00	108.204	135,255.13
			Accrued Income				1,702.26
0.2%	375558AU7	01/03/2013	Gilead Sciences 12/15/2021 4.40%	125,000	142,476.25	109.774	137,217.75
			Accrued Income				244.44
0.2%	574599BH8	10/16/2013	Masco Corporation 03/15/2022 5.95%	125,000	132,897.50	110.750	138,437.50
			Accrued Income				2,189.93
0.2%	501044CQ2	01/23/2013	Kroger Co 04/15/2022 3.40%	125,000	129,327.50	101.205	126,506.50
			Accrued Income				897.22
0.2%	254709AG3	01/23/2013	Discover Financial Services 04/27/2022 5.20%	150,000	172,282.50	111.149	166,722.75
			Accrued Income				1,386.67

## Portfolio Statement

As of 06/30/2014

Hoffman Estates Firefighters Pension Fund

<u>Weight</u>	<u>Symbol</u>	<u>Trade Date</u>	<u>Description</u>	<u>Quantity</u>	<u>Cost Basis</u>	<u>Current Price</u>	<u>Current Value</u>
<b>Hoffman Estates Firefighters Blair 1327-2619 Managed Account</b>							
<b>Fixed Income</b>							
<b>Corporate Bonds</b>							
0.2%	026874CU9	01/04/2013	AIG 06/01/2022 4.875% Accrued Income	150,000	170,550.00	111.451	167,176.35
0.2%	29082AAA5	01/08/2013	Embraer S.A. 06/15/2022 5.15% Accrued Income	150,000	166,132.50	108.530	162,795.60
							343.33
<hr/>					4,586,122.75		4,546,485.06
<b>Corporate Bond</b>							
0.2%	14040HAY1	06/05/2014	Capital One 07/15/2021 4.75% Accrued Income	150,000	166,441.00	111.000	166,499.85
0.2%	36962G5J9	06/09/2014	General Electric 10/17/2021 4.65% Accrued Income	150,000	166,310.50	111.050	166,575.15
0.2%	98310WAL2	06/04/2014	Wyndham Worldwide 03/01/2023 3.90% Accrued Income	125,000	124,838.75	100.338	125,422.25
							1,625.00
<hr/>					457,590.25		464,841.42
<hr/>					5,043,713.00		5,011,326.48
<b>TIPS</b>							
1.0%	912828PP9	01/18/2013	Treasury Inflation-Indexed 01/15/2021 1.125% Par 623,087.25 (1.08363) Accrued Income	575,000	711,745.60	108.250	674,491.95
							311.54
<hr/>					14,543,105.84		14,209,715.00
<hr/>					14,762,782.76		14,429,391.92

**Hoffman Estates Firefighters MVT Bonds 8153-3379 Fixed Income**

**Cash and Equivalents**

**Money Funds**

**Money Funds**

0.4%	MMF		Schwab Money Market		280,716.32		280,716.32
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**Fixed Income**

**Agency**

0.6%	31398AZV7	03/17/2010	FNMA 11/20/2014 2.625% Accrued Income	450,000	452,006.55	100.976	454,390.65
0.3%	31398AU34	03/05/2012	FNMA 07/28/2015 2.375% Accrued Income	190,000	201,155.85	102.318	194,404.01
0.6%	3134A4VG6	05/11/2007	FHLMC 11/17/2015 4.75% Accrued Income	420,000	440,150.82	106.055	445,432.26
0.6%	31359MH89	03/15/2010	FNMA 03/15/2016 5.00% Accrued Income	400,000	442,048.40	107.827	431,308.40
							5,888.89

## Portfolio Statement

As of 06/30/2014

Hoffman Estates Firefighters Pension Fund

Weight	Symbol	Trade Date	Description	Quantity	Cost Basis	Current Price	Current Value
<b>Hoffman Estates Firefighters MVT Bonds 8153-3379 Fixed Income</b>							
<b>Fixed Income</b>							
<b>Agency</b>							
0.3%	3135G0ES8	07/25/2013	FNMA 11/15/2016 1.375% Accrued Income	200,000	203,422.80	101.631	203,261.80 351.22
0.3%	3133XHZK1	05/14/2007	FHLB 12/16/2016 4.75% Accrued Income	180,000	176,194.44	109.852	197,733.60 356.25
0.6%	31398ADM1	02/18/2010	FNMA 5.375% 06/12/2017 5.375% Accrued Income	350,000	390,247.55	112.925	395,236.80 992.88
0.4%	3135G0RT2	03/14/2014	FNMA 12/20/2017 0.875% Accrued Income	300,000	297,434.80	99.001	297,003.30 80.21
0.4%	3137EACA5	02/08/2012	FHLMC 3.75% 3/27/2019 03/27/2019 3.75% Accrued Income	250,000	286,154.50	109.925	274,812.25 2,445.65
0.4%	3136FPJS7	09/14/2010	FNMA 09/28/2020 3.05% Accrued Income	245,000	245,490.00	105.839	259,306.53 1,929.04
4.5%					3,134,305.71		3,170,636.40
<b>U. S. Treasury</b>							
0.4%	912828LK4	09/11/2009	Treasury Note 08/31/2014 2.375% Accrued Income	300,000	301,829.13	100.375	301,125.00 2,394.79
0.9%	912828NLO	07/15/2010	Treasury Note 06/30/2015 1.875% Accrued Income	630,000	638,095.71	101.719	640,828.44 32.10
0.6%	912828MD9	01/28/2010	Treasury Note 12/31/2016 3.25% Accrued Income	400,000	403,251.60	106.406	425,625.20 36.11
0.4%	912828PF1	11/05/2010	Treasury Note 10/31/2017 1.875% Accrued Income	260,000	262,672.13	102.750	267,150.00 826.04
0.4%	912810EA2	05/07/2007	Treasury Note 05/15/2018 9.125% Accrued Income	205,000	286,024.54	130.031	266,564.17 2,390.24
0.4%	912803AN3	02/28/2014	Treasury Strip 05/15/2018 0.00%	285,000	270,586.15	95.305	271,618.40
0.1%	912828VE7	06/17/2014	US Treasury Note 05/31/2018 1.00% Accrued Income	90,000	88,593.51	98.906	89,015.67 76.23
0.6%	912828JH4	10/15/2008	Treasury Bond 08/15/2018 4.00% Accrued Income	400,000	409,845.35	110.797	443,187.60 6,044.44
0.5%	912803AP8	05/14/2013	Treasury Strip 11/15/2018 0.00%	400,000	380,050.00	93.922	375,687.60
0.7%	912828LY4	12/17/2009	Treasury Note 11/15/2019 3.375% Accrued Income	450,000	442,055.32	108.641	488,882.70 1,939.71
0.7%	912828NT3	09/14/2010	Treasury Note 08/15/2020 2.625% Accrued Income	450,000	447,470.55	104.031	468,140.85 4,462.50
0.4%	912828RC6	10/19/2011	Treasury Bond 08/15/2021 2.125% Accrued Income	300,000	299,028.54	99.906	299,718.90 2,395.03

## Portfolio Statement

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Hoffman Estates Firefighters Pension Fund

Weight	Symbol	Trade Date	Description	Quantity	Cost Basis	Current Price	Current Value
<b>Hoffman Estates Firefighters MVT Bonds 8153-3379 Fixed Income</b>							
<b>Fixed Income</b>							
<b>U. S. Treasury</b>							
0.3%	912828TY6	09/11/2013	Treasury Bond 11/15/2022 1.625%	200,000	180,182.68	94.453	188,906.20
			Accrued Income				415.08
6.5%					4,409,685.21		4,547,463.00
<b>Corporate Bonds</b>							
<b>Corporate Bond</b>							
0.1%	36962G5Z3	09/18/2012	General Electric Capital Corp. 07/02/2015 1.625%	90,000	91,852.20	101.247	91,122.66
			Accrued Income				727.19
0.1%	92343VBH6	02/26/2013	Verizon Communications Corp 11/02/2015 0.70%	90,000	90,272.40	100.171	90,153.99
			Accrued Income				103.25
0.1%	713448BT4	03/07/2013	Pepsi Inc 05/10/2016 2.50%	60,000	63,379.20	103.081	61,848.66
			Accrued Income				212.50
0.1%	06051GEK1	04/05/2013	Bank of America Corporate Bo 07/12/2016 3.75%	90,000	96,075.10	105.167	94,650.48
			Accrued Income				1,584.38
0.1%	25468PCM6	05/01/2012	Walt Disney Corporate Bond, 08/16/2016 1.35%	90,000	90,812.70	101.364	91,227.15
			Accrued Income				453.11
0.1%	88165FAC6	01/10/2014	TEVA 11/10/2016 2.40%	85,000	87,991.80	103.174	87,698.16
			Accrued Income				289.00
0.1%	00206RBC5	05/14/2012	AT&T Inc Corporate Bond 02/15/2017 1.60%	85,000	85,969.85	101.339	86,137.90
			Accrued Income				513.78
0.1%	94974BFD7	06/18/2012	Wells Fargo 05/08/2017 2.10%	90,000	90,028.80	102.456	92,210.04
			Accrued Income				278.25
0.3%	38141GRC0	04/03/2013	Goldman Sachs Corporate Bo 01/22/2018 2.375%	180,000	183,224.80	101.630	182,933.82
			Accrued Income				1,888.13
0.1%	931142DF7	04/17/2013	Walmart Stores 04/11/2018 1.125%	90,000	90,222.40	98.672	88,804.53
			Accrued Income				225.00
0.1%	24422ESF7	12/11/2013	John Deere Corp Bond 12/13/2018 1.95%	65,000	64,997.00	100.262	65,169.98
			Accrued Income				62.34
1.5%					1,034,826.25		1,038,294.30
12.5%					8,578,817.17		8,756,393.70
12.9%					8,859,533.49		9,037,110.02
99.8%					61,208,711.02		70,110,031.27
			Total Accrued Income				129,350.71
100.0%							70,239,381.98