

**MICHIGAN CARPENTERS'
PENSION FUND**

Lansing, Michigan

FINANCIAL STATEMENTS

August 31, 2024

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(1941-2007)



INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Michigan Carpenters' Pension Fund
6525 Centurion Drive
Lansing, MI 48917

Trustees:

Opinion

We have audited the accompanying financial statements of Michigan Carpenters' Pension Fund, an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 (ERISA), which comprise the statement of net assets available for benefits as of August 31, 2024 and 2023, and the related statement of changes in net assets available for benefits for the years then ended, the statement of accumulated plan benefits as of August 31, 2023 and 2022, the related statement of changes in accumulated plan benefits for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of Michigan Carpenters' Pension Fund as of August 31, 2024 and 2023, and the changes in its net assets available for benefits for the years then ended, and the accumulated plan benefits as of August 31, 2023 and 2022, and changes in its accumulated plan benefits for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those 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 Michigan Carpenters' Pension Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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.

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 Michigan Carpenters' Pension Fund's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Management is also responsible for maintaining a current plan instrument, including all plan amendments, administering the plan, and determining that the plan's transactions that are presented and disclosed in the financial statements are in conformity with the plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

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 opinion. 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 generally accepted auditing standards, 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 Michigan Carpenters' Pension 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 Michigan Carpenters' Pension 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.



Sterling Heights, Michigan
March 13, 2025

MICHIGAN CARPENTERS' PENSION FUND
STATEMENT OF NET ASSETS AVAILABLE FOR BENEFITS

	August 31,	
	2024	2023
<u>ASSETS</u>		
Investments at fair value (Notes B and E):		
Common stocks	\$ 52,038,142	\$ 48,010,049
Mutual funds	205,203,299	193,910,915
Common collective trusts	20,175,642	19,414,050
Insurance company separate accounts	3,557,687	3,371,585
Real estate common collective trusts	3,627,153	3,344,406
Hedge fund of funds	85,412,000	82,106,752
Limited partnerships (Note G)	340,141,437	293,948,152
	<u>710,155,360</u>	<u>644,105,909</u>
Receivables:		
Employer contributions (Note B)	6,127,569	5,299,200
Accrued interest and dividends	62,294	85,559
Unsettled investment transactions	47,709	-
Other	58,695	47,928
	<u>6,296,267</u>	<u>5,432,687</u>
Total receivables		
	<u>6,296,267</u>	<u>5,432,687</u>
Other assets:		
Unexpired insurance premiums	24,051	22,236
Cash	8,216,810	9,606,987
	<u>8,240,861</u>	<u>9,629,223</u>
Total other assets		
	<u>8,240,861</u>	<u>9,629,223</u>
Total assets	724,692,488	659,167,819
<u>LIABILITIES</u>		
Accounts payable	1,720,654	1,694,737
Unsettled investment transactions	501,193	501,193
	<u>2,221,847</u>	<u>2,195,930</u>
Total liabilities		
	<u>2,221,847</u>	<u>2,195,930</u>
<u>NET ASSETS AVAILABLE FOR BENEFITS</u>	<u>\$ 722,470,641</u>	<u>\$ 656,971,889</u>

The accompanying notes are an integral part of these financial statements.

MICHIGAN CARPENTERS' PENSION FUND

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

	Years ended August 31,	
	2024	2023
<u>ADDITIONS</u>		
Net investment income (loss) (Note F)	\$ 75,265,787	\$ 31,033,893
Employer contributions	66,877,655	55,570,179
Liquidated damages collected	17,343	9,898
Employer withdrawal assessment	-	40,952
Other	395	1,811
Total additions	<u>142,161,180</u>	<u>86,656,733</u>
<u>DEDUCTIONS</u>		
Benefit payments	<u>75,376,349</u>	<u>73,266,614</u>
Administrative expenses:		
Administrative manager's fees	385,450	357,371
Premiums paid Pension Benefit		
Guaranty Corporation	285,005	258,496
Payroll audit fees	55,281	228,390
Collection fees and expense	132,705	95,089
Actuarial fees	66,700	77,125
Trustee and fiduciary liability		
insurance and bonding	68,559	64,522
Legal fees	53,602	51,155
Computer processing	43,456	43,456
Printing and miscellaneous	60,101	40,830
Postage	46,499	40,305
Member communication	34,742	33,259
Audit fees	27,800	26,900
Conference and meeting expenses	7,391	10,849
Dues and subscriptions	7,685	7,600
Participant notices	5,039	4,455
Form 5500 preparation fee	2,500	2,000
Bank service charges	2,689	3,255
Medical examinations	875	625
Total administrative expenses	<u>1,286,079</u>	<u>1,345,682</u>
Total deductions	<u>76,662,428</u>	<u>74,612,296</u>
<u>NET INCREASE</u>	65,498,752	12,044,437
<u>NET ASSETS AVAILABLE FOR BENEFITS</u>		
Beginning of year	<u>656,971,889</u>	<u>644,927,452</u>
End of year	<u>\$ 722,470,641</u>	<u>\$ 656,971,889</u>

The accompanying notes are an integral part of these financial statements.

MICHIGAN CARPENTERS' PENSION FUND
STATEMENT OF ACCUMULATED PLAN BENEFITS

	August 31,	
	<u>2023</u>	<u>2022</u>
<u>ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS</u>		
Vested benefits:		
Participants currently receiving payments	\$ 660,123,370	\$ 640,055,536
Expenses on participants currently receiving benefits	11,552,159	12,801,111
Other participants	348,836,822	348,723,284
Expenses on other participants	6,104,644	6,974,466
	<u>1,026,616,995</u>	<u>1,008,554,397</u>
Nonvested benefits:		
Non-vested accumulated benefits	12,291,174	14,031,282
Expenses on non-vested benefits	215,096	280,626
	<u>12,506,270</u>	<u>14,311,908</u>
<u>TOTAL ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS</u>	<u>\$ 1,039,123,265</u>	<u>\$ 1,022,866,305</u>

The accompanying notes are an integral part of these financial statements.

MICHIGAN CARPENTERS' PENSION FUND
STATEMENT OF CHANGES IN ACCUMULATED PLAN BENEFITS

	Year ended August 31,	
	2023	2022
<u>ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS AT BEGINNING OF YEAR</u>	\$ 1,022,866,305	\$ 1,004,568,837
Increase (decrease) during the period attributable to:		
Change in actuarial assumptions	768,956	-
Benefits accumulated and actuarial experience gain or loss	13,385,327	14,516,856
Interest due to decrease in discount period	76,714,973	75,342,663
Benefits paid	(73,266,614)	(70,235,879)
Operational expenses paid	(1,345,682)	(1,326,172)
Net increase	16,256,960	18,297,468
<u>ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS AT END OF YEAR</u>	<u>\$ 1,039,123,265</u>	<u>\$ 1,022,866,305</u>

The accompanying notes are an integral part of these financial statements.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS

Note A: **Description of the Plan**

The following brief description of the Michigan Carpenters' Pension Fund, as in effect on August 31, 2024 is provided for general purposes only. For more complete information, refer to the amended and restated Plan document.

1. **General** – The Pension Fund was established effective August 6, 1963 as a result of collective bargaining. The Plan is a defined benefit pension plan covering all employees working under collective bargaining agreements which require contributions to the Fund. It is a multi-employer fund subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA), as amended.
2. **Retirement Benefits** – Information about the Plan, the vesting and benefit provisions is contained in the Summary Plan Description. Copies are available at the offices of each participating Local Union or the Fund Office.

Note B: **Summary of Significant Accounting Policies**

1. **General** – The accounting records of the Plan are maintained on the accrual basis of accounting. Contributions received subsequent to August 31, 2024, attributed to hours worked prior to September 1, 2024, have been reflected as contributions due from employers as of August 31, 2024, in accordance with the consistent policy of the Fund.
2. **Estimates** – The preparation of financial statements in conformity with generally accepted accounting principles requires the Plan Administrator to make estimates and assumptions that affect certain reported amounts of assets, liabilities, and changes therein, disclosure of contingent assets and liabilities, and the actuarial present value of accumulated plan benefits at the date of the financial statements. Actual results could differ from those estimates.
3. **Valuation of Investments** – Quoted market prices, where available, are used to value investments at fair value. The change in the difference between cost and fair value from the beginning of the year to the end of the year, as well as the realized gains and losses during the year, is reflected as net appreciation (depreciation) in the fair value of investments. Investments with no quoted market price represent estimated fair value.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note B: **Summary of Significant Accounting Policies (Continued)**

4. Actuarial Present Value of Accumulated Plan Benefits – Accumulated plan benefits are those future periodic payments, including lump sum distributions, that are attributable under the Plan provisions to the service participants have rendered. Accumulated plan benefits include benefits expected to be paid to (a) retired or terminated participants or their beneficiaries, (b) beneficiaries of participants who have died and (c) present participants or their beneficiaries. Benefits under the plan are based on participants' service credit as described in the Summary Plan Description. The accumulated plan benefits for active participants are based on their service credit on the dates as of which the benefit information is presented August 31, 2023 and 2022. Benefits payable under all circumstances – retirement, death, disability and termination of employment – are included, to the extent they are deemed attributable to participant service rendered to the valuation date. Benefits to be provided via annuity contracts excluded from plan assets are excluded from accumulated plan benefits.

The actuarial present value of accumulated plan benefits is determined by an actuary from United Actuarial Services, Inc. and is that amount that results from applying actuarial assumptions to adjust the accumulated plan benefits to reflect the time value of money (through discounts for interest) and the probability of payment (by means of decrements such as for death, disability, withdrawal, or retirement) between the valuation date and the expected date of payment. The significant actuarial assumptions used in the valuations as of August 31, 2023 and 2022 were (a) life expectancy of participants; 110% of the PRI-2012 Blue Collar Mortality Tables for employees and healthy Annuitants projected forward using the MP-2021 projection scale was used for 2023 and 120% of the PRI-2012 Blue Collar Mortality Table for Employees and Healthy Annuitants and 90% of the PRI-2012 Blue Collar Mortality Tables for female employees and healthy annuitants projected forward using the MP-2021 projection scale was used for 2022, (b) retirement age (based upon certain retirement probabilities) and (c) investment return. The 2023 and 2022 valuations included the assumed average rate of return of 7.5%. Administrative expenses associated with providing benefits for the 2023 and 2022 valuations were assumed at \$1,364,750 and \$1,325,000, respectively. The foregoing actuarial assumptions are based on the presumption that the Plan will continue. Were the plan to terminate, different actuarial assumptions and other factors might be applicable in determining the actuarial present value of accumulated plan benefits.

Note C: **Funding Policy**

The Plan is funded entirely by employer contributions as specified in the collection bargaining agreements. Contributions for the years ended August 31, 2024 and 2023 exceeded the minimum funding requirements of ERISA.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note D: **Fair Value Measurements**

FASB Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures, provides a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2 Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement. These level 3 fair value measurements are based primarily on management's own estimates, using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the assets. Significant level 3 inputs include information provided by fund managers, third-party appraisals, year-end audited financial statements, projected discounted cash flows, and net asset value with adjustments related to certain restrictions. Management assesses the valuation of these investments through the engagement of a third-party investment advisor and periodic meetings to review these investments.

In instances whereby inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Fund's assessment of the significance of particular inputs to these fair value measurements requires judgement and considers factors specific to each asset.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note D: Fair Value Measurements (Continued)

The following valuation methodologies have been used to value the Fund's investments:

Common stocks – Common stocks, which are primarily comprised of U.S. common stocks, are valued at closing quoted prices reported in active markets.

Mutual funds – Mutual funds are valued at closing quoted prices reported in active markets.

Common collective trust funds – Common collective trust funds are valued at net asset value per shares (or its equivalent) of the funds, which is based on the fair value of the Fund's underlying net assets.

Limited partnerships – Limited partnerships are valued based on the Fund's percentage ownership of the net assets of each entity or at net asset value per share (or its equivalent) based on audited investee financial statements, with adjustments to account for partnership activity and other applicable valuation adjustments, where applicable.

Insurance company separate accounts – Insurance company separate accounts are valued at net asset value per share (or its equivalent) of the investment, which is based on the fair value of insurance company's underlying net asset.

Real estate common collective trusts – Real estate common collective trusts are valued at net assets value per share (or its equivalent) of the real estate, which is based on the fair value of the real estate's underlying net assets.

Hedge fund of funds – Hedge fund of funds are valued at net assets value per share (or its equivalent) of the Hedge funds which is based on the fair value of Hedge funds underlying net asset.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Fund believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to estimate fair value could result in a different fair value measurement at the reporting date.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note D: Fair Value Measurements (Continued)

The following table sets forth by level, the fair value hierarchy:

Fair Value Measurement at August 31, 2024

	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Common stocks	\$ 52,038,142	\$ 52,038,142	\$ -	\$ -
Mutual funds	205,203,299	205,203,299	-	-
	<u>\$ 257,241,441</u>	<u>\$ 257,241,441</u>	<u>\$ -</u>	<u>\$ -</u>
Investment measured at NAV:				
Common collective trusts	20,175,642			
Insurance company separate accounts	3,557,687			
Real estate common collective trusts	3,627,153			
Hedge fund of funds	85,412,000			
Limited partnerships	<u>340,141,437</u>			
	<u>\$ 710,155,360</u>			

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note D: Fair Value Measurements (Continued)

Fair Value Measurement at August 31, 2023

	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Common stocks	\$ 48,010,049	\$ 48,010,049	\$ -	\$ -
Mutual funds	<u>193,910,915</u>	<u>193,910,915</u>	<u>-</u>	<u>-</u>
	\$ 241,920,964	<u>\$ 241,920,964</u>	<u>\$ -</u>	<u>\$ -</u>
Investment measured at NAV:				
Common collective trusts	19,414,050			
Insurance company separate accounts	3,371,585			
Real estate common collective trusts	3,344,406			
Hedge fund of funds	82,106,752			
Limited partnerships	<u>293,948,152</u>			
	<u>\$ 644,105,909</u>			

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note D: Fair Value Measurements (Continued)

At year end, the fair value, unfunded commitments, and redemption limitations of those investments are as follows:

	Fair Value as of August 31,		Unfunded	Redemption	Redemption
	2024	2023	Commitments	Frequency, If Eligible	Notice Period
Common collective trust:					
Short Term Investment Fund	4,515,314	4,425,432	\$ -	Daily	N/A
MEPT	5,573,496	6,401,786	-	Daily	N/A
William Blair Emerging Small Capital Growth CIT	10,086,832	8,586,832	-	Daily	N/A
Real estate common collective trusts					
Real Estate Trust	3,627,153	3,344,406	-	Daily	N/A
Insurance company separate accounts					
Separate Account J	3,557,687	3,371,585	-	Monthly	N/A
Hedge funds of funds					
Global Equity, L.P.	30,174,885	26,608,024	-	Monthly	N/A
Lighthouse Global					
Long/Short Fund, L.P.	18,158,997	16,974,031	-	Monthly	N/A
Entrust Special					
Opportunities Fund IV, Ltd	7,824,620	7,545,614	-	Monthly	N/A
Entrust Capital					
Diversified Fund, Ltd	179,563	280,928	-	Monthly	N/A
Grosvenor Special					
Opportunities Fund, Ltd	21,522,198	23,381,894	-	Monthly	N/A
Entrust Special					
Opportunities Fund III, Ltd	1,092,346	1,131,466	-	Monthly	N/A
Labor Impact feeder Fund, L.P	6,426,316	6,036,952	984,987	Quarterly	N/A
Entrust Special					
Opportunities Fund II, Ltd	33,075	147,843	-	Monthly	N/A

MICHIGAN CARPENTERS' PENSION FUND

**NOTES TO FINANCIAL STATEMENTS
(Continued)**

Note D: Fair Value Measurements (Continued)

	Fair Value as of August 31,		Unfunded Commitments	Redemption Frequency, If Eligible	Redemption Notice Period
	2024	2023			
Limited Partnerships:					
Goldpoint Mezzanine Partners IV, L.P.	-	1,210	-	Quarterly	N/A
Apogem Heritage Fund VI, L.P.	4,643,203	-	202,796	Quarterly	N/A
Ullico Infrastructure Tax-Exempt Fund, L.P.	7,843,478	7,296,462	-	Quarterly	N/A
Harrison Street Core Property Fund, L.P.	10,783,158	12,012,359	-	Quarterly	N/A
AG Core Plus Realty Fund III, L.P.	3,625	70,547	500,000	Quarterly	N/A
Core Fixed Income Fund, L.L.C.	35,228,860	35,119,558	-	Quarterly	N/A
High Yield Corporate Fund, L.L.C.	2,240,392	2,249,482	-	Quarterly	N/A
Total Absolute Return Fund, L.L.C.	3,424,087	3,693,275	-	Quarterly	N/A
Preferred Stock Fund II, L.L.C.	3,107,302	3,041,348	-	Quarterly	N/A
Dover Street VIII Cayman Fund, L.P.	484,195	837,706	640,000	Quarterly	N/A
Private Equity Fund VI, LP	5,678,180	6,976,408	1,122,128	Quarterly	N/A
Riverstone Credit Partners, L.P.	1,377,029	1,658,631	257,417	Quarterly	N/A
Alcentra Multi-Strategy European Credit, LP	5,675	3,177,013	-	Quarterly	N/A
Alcentra European Credit Opportunities Fund, L.P.	683,317	4,159,190	-	Quarterly	N/A
TCW Capital, L.P.	-	31,150	-	Quarterly	N/A
Clarent EDL (Levered) II USD Feeder SCSp	3,581,940	4,462,766	3,829,085	Quarterly	N/A
Goldentree Distressed Fund III (Cayman), L.P.	1,559,442	2,234,679	1,750,000	Quarterly	N/A

MICHIGAN CARPENTERS' PENSION FUND

**NOTES TO FINANCIAL STATEMENTS
(Continued)**

Note D: Fair Value Measurements (Continued)

	Fair Value as of August 31,		Unfunded Commitments	Redemption Frequency, If Eligible	Redemption Notice Period
	2024	2023			
Limited Partnerships:					
Intercontinental U.S. Real Estate Investment Fund, L.L.C.	11,065,768	12,416,546	-	Quarterly	N/A
Kayne Private Energy Income Fund II, L.P.	3,593,205	4,432,955	674,157	Quarterly	N/A
North sky Alliance Fund II, L.P.	936,487	-	-	Quarterly	N/A
Crescent Capital Trust Levered, L.P.	4,706,453	4,875,545	-	Quarterly	N/A
Private Equity VIII, L.P.	6,122,418	5,346,239	660,242	Quarterly	N/A
U.S. Bancorp Emerging Markets Equities Series, L.P.	25,733,906	22,511,766	-	Quarterly	N/A
Blue Rock Plus Fund, L.P.	-	60,809,358	-	Quarterly	N/A
Backcast Credit Opportunities Fund, L.P.	5,864,984	6,700,380	-	Quarterly	N/A
Schroder Taft-Hatley Income Fund, L.P.	9,726,919	9,276,790	-	Quarterly	N/A
NB Strategic Investment Cayman Partners IV, L.P.	6,060,660	5,191,102	-	Quarterly	N/A
Raintree Credit Opportunity Fund, L.P.	8,412,311	7,918,889	-	Quarterly	N/A
WaCap-O Real Estate Opportunity Fund VIII Feeder, L.L.C.	6,493,958	5,896,590	3,515,000	Quarterly	N/A
WaCap-O Transportation Infrastructure Capital Partners Feeder, L.L.C.	5,126,042	6,283,147	161,254	Quarterly	N/A
Mesirow Floating Rate Fund I, L.P.	5,004,941	5,899,824	3,480,000	Quarterly	N/A
Mesirow Private Equity Fund VIII, L.P.	8,698,465	1,945,370	-	Quarterly	N/A
BPEA Strategic Healthcare I-B, L.P.	9,560,199	6,834,549	-	Quarterly	N/A

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS

Note D: Fair Value Measurements (Continued)

	Fair Value as of August 31,		Unfunded	Redemption	Redemption
	2024	2023	Commitments	Frequency, If Eligible	Notice Period
Limited Partnerships:					
Lindsell Train Global Equity, L.P.	26,418,321	22,739,930	-	Quarterly	N/A
Siguler Guff Small Buyout Opportunities Fund V, L.P.	5,897,033	2,869,914	5,816,287	Quarterly	N/A
Invesco Private Credit Opportunities Fund, L.P.	72,661,160	4,070,885	-	Quarterly	N/A
WCP SCP III, L.P.	15,442,772	5,483,088	8,650,000	Quarterly	N/A
King Street Global Drawdown GP II, L.L.C	6,614,944	5,423,501	4,773,293	Quarterly	N/A
BentallGreenOak US Lending A, L.P.	6,136,912	-	3,897,319	Quarterly	N/A
Proloan Bond Fund, L.L.C.	7,345,316	-	-	Quarterly	N/A
Blackstone Infrastructure Partners-V Feeder, L.P.	415,654	-	7,584,346	Quarterly	N/A
Ironside Co-Investment Fund VII, L.P.	1,458,726	-	8,684,499	Quarterly	N/A
	<u>\$ 452,913,919</u>	<u>\$ 402,184,945</u>	<u>\$ 57,843,052</u>		

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note E: Investments

Except for the real estate common collective trust with AmeriServe, the common collective trusts with The Boston Asset Management Company and NewTower Trust, the mutual funds, insurance company separate accounts and the Hedge Fund of Funds and limited partnerships, the Plan's investments are held by Comerica Bank as custodian and managed by several investment management companies.

The following is a comparison of cost to market value of investments, other than cash, held at August 31, 2024:

	<u>Market Value</u>	<u>Cost</u>	<u>Market Value Overs (Under)</u>
Common stocks	\$ 52,038,142	\$ 38,480,160	\$ 13,557,982
Mutual funds	205,203,299	69,823,138	135,380,161
Common collective trusts	20,175,642	16,803,403	3,372,239
Insurance company separate accounts	3,557,687	3,589,798	(32,111)
Real estate common collective trust	3,627,153	4,075,734	(448,581)
Hedge fund of funds	85,412,000	68,404,333	17,007,667
Limited partnerships (Note G)	<u>340,141,437</u>	<u>284,525,988</u>	<u>55,615,449</u>
	<u>\$ 710,155,360</u>	<u>\$ 485,702,554</u>	<u>\$ 224,452,806</u>

During the Plan years ended August 31, 2024 and 2023 the Plan's investments (including investments bought, sold, and held during the year) appreciated in value by \$70,453,179 and \$26,646,941, respectively, as follows:

	<u>Years ended August 31,</u>	
	<u>2024</u>	<u>2023</u>
Common stocks	\$ 9,134,557	\$ 3,893,177
Mutual funds	29,450,780	19,385,273
Common collective trusts	671,710	(147,642)
Insurance company separate accounts	(13,551)	(92,331)
Real estate common collective trust	156,781	(193,949)
Hedge funds of funds	4,335,732	(922,180)
Limited partnerships (Note G)	<u>26,717,170</u>	<u>4,724,593</u>
	<u>\$ 70,453,179</u>	<u>\$ 26,646,941</u>

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note F: Net Investment Income

Following is a summary of investment income earned for the years ended August 31,

	2024	2023
Investment income:		
Interest	\$ 1,533,368	\$ 278,059
Dividends	540,909	847,448
Other	4,543,352	5,135,888
Net appreciation in fair value of investments	70,453,179	26,646,941
	<u>77,070,808</u>	<u>32,908,336</u>
less - investment expenses	<u>1,805,021</u>	<u>1,874,443</u>
	<u>\$ 75,265,787</u>	<u>\$ 31,033,893</u>

Note G: Investment in Limited Partnerships

The Plan's investment includes ownership interest in limited partnerships as follows:

AG Core Plus Realty Fund III, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in real estate.

Harbor Vest Partners, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in equity-oriented investments in venture capital, management buy-in, management buy-out, leveraged buy-out, mezzanine, special situation, and recapitalization transactions.

Private Advisors Small Company Private Equity Fund VI, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in lower middle market partnerships that will target companies of less than \$150 million of enterprise value that generate \$10 million - \$15 million of EBITDA.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS
(Continued)

Note G: Investment in Limited Partnerships (Continued)

Riverstone Credit Partners, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in the global energy sector with a particular focus on opportunities in the global exploration and production and midstream energy subsectors.

Alcentra European Credit Opportunities

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in European senior secured loans, structured credit, and special situations.

North Sky Alliance Fund II, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in finance and construct clean energy and water infrastructure in the United States.

Clareant EDL (Levered) II USD Feeder SCSP, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in secured debt of borrowers in the higher quality category of the European sub-investment-grade corporate debt market.

Goldpoint Mezzanine Partners IV, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in cash to pay subordinated debt and associated equity securities or warrants in conjunction with middle market buyouts.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS
(Continued)

Note G: Investment in Limited Partnerships (Continued)

Ullico Infrastructure Tax-Exempt Fund, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in a diverse portfolio of quality infrastructure businesses, focusing on underserved and growing markets of the U.S. and Canada.

Harrison Street Core Property Fund, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in real estate investments, directly or indirectly through joint ventures, co-ownerships, or any capacity.

NIS Core Fixed Income Fund, LLC

The Plan has invested in this limited liability company and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited liability company invests in diverse portfolio of fixed income security consisting primarily of U.S. government, corporate and mortgage-backed securities.

NIS High Yield Fund, LLC

The Plan has invested in this limited liability company and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited liability company invests in diverse portfolio of high yield fixed income corporate securities by emphasizing securities of companies with improving credit ratings in recovering industries.

NIS Total Absolute Return Fund, LLC

The Plan has invested in this limited liability company and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited liability company invests in fixed-income securities consisting primarily of the Bloomberg Barclays Aggregate 1-3 Year Index and similar securities.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS
(Continued)

Note G: Investment in Limited Partnerships (Continued)

NIS Preferred Stock Fund II, LLC

The Plan has invested in this limited liability company and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited liability company invests in a diverse portfolio consisting primarily of domestic corporate preferred stocks and preferred-like fixed income securities.

Alcentra Multi-Strategy European Credit Fund

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in European senior secured loans, structured credit, and special situations.

Goldentree Distressed Fund III (Cayman), L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in global distressed opportunities in mid-cap and large-cap companies.

Intercontinental U.S. Real Estate Investment Fund, LLC

The Plan has invested in this limited liability company and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited liability company acquires yield-driven assets consisting of all property types.

Kayne Private Energy Income Fund II, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to acquire and develop a large, long-life producing oil and gas assets in North America.

Crescent Capital Trust II Levered, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in multi-asset class diversified portfolios of primarily below investment grade debt securities.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS
(Continued)

Note G: Investment in Limited Partnerships (Continued)

Private Advisors Small Company Private Equity Fund VIII, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in lower middle market partnerships that will target companies of less than \$150 million of enterprise value that generate \$10 million - \$15 million of EBITDA.

U.S. Bancorp Emerging Market Equities Series, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in middle-market companies in the U.S.

Blue Rock Plus Fund, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to provide capital appreciation while limiting exposure to market risk through a liquid "multi-manager" investment manager.

Backcast Credit Opportunities Fund I, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership was organized for the purpose of constructing a diversified portfolio of largely credit-based investments primarily in U.S. traditional middle-market securities.

Schroder Taft-Hartley Income Fund, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to maximize risk-adjusted income by dynamically investing across a diversified portfolio of equities, fixed income aiming to generate an attractive level of income.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS
(Continued)

Note G: Investment in Limited Partnerships (Continued)

NB Strategic Co-Investment Cayman Partners IV, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to build a diversified portfolio of direct co-investments in buyout and growth equity transactions alongside high quality private equity sponsors.

Raintree Credit Opportunity Fund, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to maximize risk-adjusted income by dynamically investing across a diversified portfolio of equities, fixed income aiming to generate an attractive level of income.

WaCap-O Real Estate Opportunities VIII Fund, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in core and non-core real estate across the United States.

WaCap-O Transportation Infrastructure Capital Partners Feeder, L.L.C.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in container freight infrastructure across the United States.

Mesirow Private Equity Fund VIII, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in the private equity asset class through diversified portfolios of highly sought after managers and co-investment opportunities.

Mesirow Private Floating Rate Fund I, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in the private equity asset class through diversified portfolios of highly sought after managers and co-investment opportunities.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS

(Continued)

Note G: Investment in Limited Partnerships (Continued)

BPEA Strategic Healthcare I-B, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in private healthcare companies, both directly and through specialist private equity healthcare firms.

Lindsell Train Global Equity, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in global equities, primarily those listed or traded on Recognized Exchanges in developed countries world-wide.

Sigular Guff Small Buyout Opportunities V Fund, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in small and lower middle market companies through commitments to private equity funds and equity co-investments alongside fund managers and deal sponsors.

Invesco Private Credit Opportunities Fund, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in secured debt of borrowers in the higher quality category of the European sub-investment-grade corporate debt market.

Westport Capital Partners SCP III, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership invests in real estate investments, directly or indirectly through joint ventures, co-ownerships, or any capacity.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS
(Continued)

Note G: Investment in Limited Partnerships (Continued)

Apogem Heritage Fund VI, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in diversified portfolio of complex and traditional growth, buyout, and turnaround investments in the North American middle market through negotiated secondary market purchases.

King Street Global Drawdown GP II, L.L.C.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in distressed and stressed corporate debt, structured products, asset-backed credit, and claims.

BentallGreenOak US Lending A, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in acquisition, refinance, opportunistic recapitalizations, capital improvement, lease-up, redevelopment/adaptive reuse, and construction development in the U.S. markets.

Proloan Bond Fund, L.L.C.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in highly specialized subsectors of the securitized and corporate credit sectors market.

Blackstone Infrastructure Partners-V Feeder, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in large-scale infrastructure assets with a focus on delivering stable, long-term capital appreciation together with a predictable annual cash flow yield.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note G: **Investment in Limited Partnerships (Continued)**

Ironside Co-Investment Fund VII, L.P.

The Plan has invested in this limited partnership and holds an ownership interest proportionate to the ratio of its capital contribution to total capital contributed by all partners.

The limited partnership looks to invest in lower middle buyout and growth equity co-investments in North American businesses across the consumer, industrials, business services, and healthcare industries focused on companies with values between \$100 million and \$1.0 billion.

Note H: **Plan Termination**

In the event the Plan terminates, the net assets of the Plan will be allocated as prescribed by ERISA and its related regulations.

Certain benefits under the Plan are insured by the Pension Benefit Guaranty Corporation (PBGC) if the Plan is terminated. Generally, PBGC guarantees most vested normal age retirement benefits, early retirement benefits and certain disability and survivors' pension benefits. However, PBGC does not guarantee all types of benefits under the Plan and the amount of benefit protection is subject to certain limitations.

Whether all participants receive their benefits should the Plan terminate at some time will depend on the sufficiency, at that time, of the Plan's net assets to provide those benefits and may also depend on the level of benefits guaranteed by the Pension Benefit Guaranty Corporation.

Note I: **Tax Status**

The trust established under the Plan to hold the Plan's assets is qualified and exempt from income taxes pursuant to Sections 401(a) and 501(a) respectively, of the Internal Revenue Code. The Plan has obtained a favorable tax determination letter from the Internal Revenue Service and the Plan sponsor believes the Plan, as amended, continues to qualify and to operate as designed.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Fund and recognize a tax liability (or asset) if the Fund has taken an uncertain position that more likely than not would not be sustained upon examination by the taxing authorities. The Fund is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS (Continued)

Note J: **Risks and Uncertainties**

The Plan invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of net assets available for benefits.

Plan contributions are made, and the actuarial present value of accumulated plan benefits are reported based on certain assumptions pertaining to interest rates, inflation rates and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimations and assumptions process, it is at least reasonably possible that changes in these estimates and assumptions in the near-term would-be material to the financial statements.

In addition to investments and cash equivalents, financial instruments which potentially subject the Plan to concentrations of credit risk consist principally of cash. The Plan places its cash with tier I financial institutions. At times, the amount of cash on deposit in banks may be in excess of the respective financial institution's FDIC insurance limit.

Note K: **Joint Delinquency Committee**

A joint delinquency committee was established in March, 2012 by the common resolution of the Michigan Carpenters' Funds. It is authorized to act on behalf of all Michigan Carpenters' Funds. It is authorized to act on behalf of all Michigan Carpenters' Funds in the duties of collecting contributions and arranging and evaluating audits of contributing employers. Pursuant to an amendment adopted on March 27, 2012, Michigan Carpenters' Funds contribute a pro-rata share of the cost of performing the previously mentioned duties.

Expenses incurred in connection with collection of delinquent employer contributions for the various Michigan Carpenters' Funds are being paid from the Michigan Carpenters' Pension Fund. Net additions and deductions are reported as net collection program expenses on the statement of changes in net assets available for benefits. The Pension Fund is reimbursed by the Michigan Carpenters' Health Care Fund, Michigan Carpenters' and Millwrights' Statewide Joint Apprenticeship and Training Fund, Michigan Carpenters' Annuity Fund, and Carpenters' International Training Center for a pro-rated share of these expenses. The Fund incurred collective expenses of \$149,768 related to other Funds' pro-rated share of the aforementioned expenses for the year ended August 31, 2024. Approximately \$58,695 and \$47,928 of reimbursements are due from various fringe benefit funds at August 31, 2024 and 2023, respectively.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS

(Continued)

Note L: **Securities Lending**

The Trustees of the Plan have an agreement with the custodial bank for the Plan authorizing the bank to lend securities held in the Plan account to third parties. The bank must obtain collateral from the borrower in the form of cash, letters of credit issued by an entity other than the borrower, or acceptable securities. Both the collateral and the securities loaned are marked-to-market on a daily basis so that all loaned securities are fully collateralized at all times. In the event that the loaned securities are not returned by the borrower, the bank will at its own expense either replace the loaned securities or, if unable to purchase those securities on the open market, credit the Plan account with cash equal to the fair value of the loaned securities.

The Plan and the bank each receive a percentage of the net income derived from securities lending activities based on the type of securities. Income (loss) earned during year ended August 31, 2024 was \$(25,854) net of bank fees of \$8,533.

Although the Plan's securities lending activities are collateralized as described above, they involve both market and credit risk. In this context, market risk refers to the possibility that the borrowers of securities will be unable to collateralize the loan upon a sudden material change in the fair value of the loaned securities or the collateral. Credit risk refers to the possibility that counterparties involved in the securities lending program may fail to perform in accordance with the terms of their contracts.

The fair value of securities loaned by the plan is \$4,558,946 at August 31, 2024.

Note M: **Securities Lending Deficiency**

During the year ended August 31, 2010, the Fund was notified by Comerica Bank about an unrealized loss in the securities lending collateral pool. The Fund recognized a loss in the amount of \$698,998 as a result. During the year ended August 31, 2014, \$106,476 was credited against the deficiency as a result of a class action settlement and recognized as income. The remaining deficiency of \$501,193 is carried on the books as a liability but is not required to be paid at this time.

Note N: **Employer Withdrawal Liability**

The Fund complies with provisions of the Multi-Employer Pension Plan Amendments Act of 1980 that require imposition of "withdrawal liability" on a contributing employer that partially or totally withdraws from the Fund. The Fund uses the presumptive method, as described in ERISA 4211(b), to allocated unfunded vested benefits to employers that withdraw. This is the method by statute for use by construction industry plans.

Note O: **Reportable Transactions**

The United States Department of Labor requires all transactions in excess of 5% of the current value of the Plan's net assets for non-participant-directed investments to be disclosed separately in the financial statements as a reportable transaction.

MICHIGAN CARPENTERS' PENSION FUND

NOTES TO FINANCIAL STATEMENTS

(Continued)

Note P: **Party-in-Interest Transactions**

Plan investments, with the exception of the mutual funds, certain common collective trust, insurance company separate accounts, real estate common collective trusts and hedge fund of funds are held at Comerica (the Custodian). The transactions of the Custodian qualify as party-in-interest transactions.

Fees paid during the year for legal, auditing, investment manager, investment advisor, and other professional services rendered by parties-in-interest were based on customary and reasonable rates for such services.

Note Q: **Reclassifications**

Certain amounts in the August 31, 2023 financial statements and related notes have been reclassified to conform with the August 31, 2024 financial statement presentation.

Note R: **Subsequent Events**

The date to which events occurring after August 31, 2024, the date of the most recent Statement of Net Assets Available for Benefits, have been evaluated for possible adjustment to the financial statements or disclosures is March 13, 2025, which is the date on which the financial statements were available to be issued.

MICHIGAN CARPENTERS' PENSION FUND
SUPPLEMENTAL SCHEDULES



John M. Grace, CPA
Bryan D. Stulz, CPA
George Benda, CPA
(1941-2007)



**INDEPENDENT AUDITOR'S
REPORT ON SUPPLEMENTAL INFORMATION**

Board of Trustees
Michigan Carpenters' Pension Fund
6525 Centurion Drive
Lansing, MI 48917

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedules of assets held for investments and schedule of reportable transactions for the year ended August 31, 2024, are presented for purposes of additional analysis and are not a required part of the financial statements but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with generally accepted auditing standards.

In forming our opinion on the supplemental schedules, we evaluated whether the supplemental schedules, including their form and content, are presented in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

In our opinion, the information in the accompanying schedules is fairly stated, in all material respects, in relation to the financial statements as a whole, and the form and content are presented in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

Benda, Grace, Stulz & Company, P.C.

Sterling Heights, Michigan
March 13, 2025

MICHIGAN CARPENTERS' PENSION FUND
SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS HELD FOR INVESTMENT
Employer I.D. No. 38-6233978 Plan No. 001
Year ended August 31, 2024

Party-in Interest	Identity of Issue, Borrower, Lessor, Or Similar Party	Description of Investments Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	Cost	Current Value
COMMON STOCK				
	Carter's Inc	Common stock	\$ 504,721	\$ 467,890
	FrontDoor Inc	Common stock	1,103,080	1,651,547
	Gentex Corp	Common stock	321,101	413,555
	Grand Canyon Ed Inc	Common stock	397,994	623,543
	Modine Mfg Co.	Common stock	235,406	668,525
	Thor Ind Inc	Common stock	315,309	403,298
	Sprouts FMRS MKT Inc	Common stock	239,166	634,705
	1st Ctzns Bancshs Inc	Common stock	222,879	1,687,512
	Euronet Svcs Inc	Common stock	821,095	928,026
	First Amern Finl Corp	Common stock	766,639	918,750
	First Hawaiian Inc	Common stock	738,402	795,103
	First Source Corp	Common stock	92,006	221,202
	International Bancshares Corp	Common stock	325,471	602,737
	LPL Finl Hldgs Inc	Common stock	68,460	224,340
	Wintrust Finl Corp	Common stock	790,393	1,263,168
	Adapthealth Corporation	Common stock	974,095	935,240
	Encompass Health Corp	Common stock	244,516	606,686
	Lantheus Hldgs Inc	Common stock	810,881	1,873,872
	Air Lease Corp	Common stock	757,066	1,005,910
	GMS Inc	Common stock	226,811	598,850
	GXO Logistics Incorporated	Common stock	341,497	395,395
	Hillman Solutions Corp	Common stock	1,042,717	1,094,500
	Insperty Inc	Common stock	823,125	1,202,132
	Maximus Inc	Common stock	438,775	516,656
	Trinet Group Inc	Common stock	229,573	349,622
	U-Haul Holding Company	Common stock	715,200	1,254,222
	ACI Worldwide Inc	Common stock	623,601	1,153,244
	ASGN Inc	Common stock	660,553	807,744
	Axcelis Technologies, Inc	Common stock	951,650	841,840
	Formfactor Inc	Common stock	161,933	282,865
	Interdigital Inc	Common stock	298,365	346,400
	Par Technology Corp	Common stock	630,767	745,602
	Element Solucons Inc	Common stock	309,920	414,470
	Alexander & Baldwin Inc	Common stock	796,083	690,117
	Marcus & Millichap Inc	Common stock	712,627	1,001,668
	Assured Guaranty LTD	Common stock	720,867	1,105,103
	White Mountains Insurance	Common stock	327,014	746,916
	Silicon Motion Technology Corp	Common stock	837,120	947,192
	Ryman Hospitality Pptys Inc	Common stock	266,606	544,230
	Altice USA Inc	Common stock	418,252	37,581
	Cable One Inc	Common stock	807,870	546,715

MICHIGAN CARPENTERS' PENSION FUND
SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS HELD FOR INVESTMENT
Employer I.D. No. 38-6233978 Plan No. 001
Year ended August 31, 2024

Party-in Interest	Identity of Issue, Borrower, Lessor, Or Similar Party	Description of Investments Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	Cost	Current Value
COMMON STOCK - Continued				
	Wiley John & Sons Inc	Common stock	830,380	1,014,510
	Leslies Inc	Common stock	1,259,140	498,300
	Energizer Hldgs Inc	Common stock	863,449	1,004,076
	Lamb Weston Holdings Inc	Common stock	898,709	792,576
	Molson Coors Brewing Co	Common stock	875,068	1,036,224
	Post Hldgs Inc	Common stock	1,082,619	1,887,050
	Sysco	Common stock	298,419	779,700
	US Foods Hldg Corp	Common stock	472,980	1,586,828
	Affiliated Managers Group Inc	Common stock	824,400	1,529,704
	Brown & Brown Inc	Common stock	130,110	494,110
	LPL Finl Hldgs Inc	Common stock	250,803	1,099,265
	Avantor Inc	Common stock	426,752	646,000
	Envista Holdings Corp	Common stock	537,599	456,500
	Schein Henry Inc	Common stock	538,376	522,070
	CH Robinson Worldwide Inc	Common stock	717,359	900,536
	Hillenbrand Inc	Common stock	655,198	784,447
	Stericycle Inc	Common stock	1,327,265	1,546,685
	Clarivate Analytics PLC	Common stock	3,266,270	2,130,715
	GFL Environmental Inc	Common stock	839,155	1,268,982
	Willis Towers Watson PLC	Common stock	316,503	511,191
	TOTAL COMMON STOCK		38,480,160	52,038,142
COMMON COLLECTIVE TRUSTS				
*	Comerica	Short Term Investment Fund	4,515,313	4,515,314
	New Tower Trust	MEPT	2,288,090	5,573,496
	William Blair	Emerging Markert Small Cap Growth CIT	10,000,000	10,086,832
	AFL-CIO Housing Investment Trust	Real Estate Trust	4,075,734	3,627,153
	TOTAL COMMON COLLECTIVE TRUSTS		20,879,137	23,802,795
HEDGE FUND OF FUNDS				
	ABS Investment Management	Global Equity, L.P.	21,834,513	30,174,885
	Lighthouse Partners	Lighthouse Global Long/Short Fund, L.P	10,500,000	18,158,997
	Maitland Administration Limited	Entrust Special Opportunities Fund IV Ltd	7,771,292	7,824,620
	Grosvenor Capital Management	Grosvenor Special Opportunities Fund, Ltd	19,854,481	21,522,198
	Maitland Administration Limited	Entrust Capital Diversified Fund Ltd	1,947,583	179,563

MICHIGAN CARPENTERS' PENSION FUND
SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS HELD FOR INVESTMENT
Employer I.D. No. 38-6233978 Plan No. 001
Year ended August 31, 2024

Party-in Interest	Identity of Issue, Borrower, Lessor, Or Similar Party	Description of Investments Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	Cost	Current Value
<u>HEDGE FUND OF FUNDS - Continued</u>				
	Maitland Administration Limited	Labor Impact Fund	5,485,044	6,426,316
	Maitland Administration Limited	Entrust Special Opportunities Fund II Ltd	-	33,075
	Maitland Administration Limited	Entrust Special Opportunities Fund III Ltd	1,011,420	1,092,346
	TOTAL HEDGE FUND OF FUNDS		68,404,333	85,412,000
<u>MUTUAL FUNDS</u>				
	JP Morgan Investment Management Inc.	JP Morgan Special Situation Property Fund	4,604,380	4,973,002
	Mellon Capital	EB DV Global Alpha I Fund	6,638,216	13,735,677
	SEI Trust Company	Artisan Global Opportunities Trust Fund	900,000	44,685,754
	Loomis Sayles	Dynamic Fixed Income Fund	13,548,409	27,118,271
	Jennison Associates, LLC	Jennison Growth Equity Fund	5,711,272	27,614,906
	Walter Scott	NCS Group Trust Global Fund	17,443,210	51,043,202
	BNY Mellon	Beach Point Total Return Offshore Fund	6,977,651	7,523,100
	SEI Trust Company	Aristotle Value Equity Fund	14,000,000	28,509,387
	TOTAL MUTUAL FUNDS		69,823,138	205,203,299
<u>POOLED SEPARATE ACCOUNTS</u>				
	The Union Labor Life Insurance Co.	Separate Account J	3,589,798	3,557,687
<u>LIMITED PARTNERSHIPS</u>				
	Apogem	Heritage Fund VI, L.P.	3,558,866	4,643,203
	Ullico	Ullico Infrastructure Tax-Exempt Fund, L.P.	5,237,084	7,843,480
	Harrison	Harrison Street Core Property Fund, L.P.	6,942,681	10,783,158
	Agnelo, Gordon & Co.	AG Core Plus Realty Fund III, L.P.	-	3,625
	National Investment Services	Core Fixed Income Fund, LLC	32,767,087	35,228,860
	National Investment Services	High Yied Corporate Funds, LLC	1,766,312	2,240,392
	National Investment Services	Total Absolute Return Funds, LLC	2,865,046	3,424,087
	National Investment Services	Preferred Stock Fund, LLC	2,606,350	3,107,302
	HabourVest Partners, LLC	Dover Street VIII Cayman Fund, L.P.	126,571	484,195
	Private Advisors	Small Company Private Equity Fund VI, LP	-	5,678,180
	Riverstone	Riverstone Credit Partners, L.P.	304,145	1,377,029
	BNY Mellon	Alcenta Multi-Strategy European Credit, L.P.	-	683,317
	BNY Mellon	Alcentra European Credit Opportunities Fund, L.P.	-	5,675

MICHIGAN CARPENTERS' PENSION FUND
SCHEDULE H, LINE 4i - SCHEDULE OF ASSETS HELD FOR INVESTMENT
Employer I.D. No. 38-6233978 Plan No. 001
Year ended August 31, 2024

Party-in Interest	Identity of Issue, Borrower, Lessor, Or Similar Party	Description of Investments Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	Cost	Current Value
LIMITED PARTNERSHIPS - Continued				
Macfarlanes, LLP		Clarent EDL (Levered) II USD Feeder SCSp	5,606,427	3,581,940
GoldenTree		Distressed Fund III (Cayman), L.P.	331,297	1,559,442
Intercontinental		U.S. Real Estate Investment Fund, LLC	10,000,000	11,065,768
Kayne Anderson		Private Energy Income Fund II, L.P.	778,775	3,593,205
North Sky Capital, LLC		Alliance Fund II, L.P.	-	936,487
Crescent Capital Group, L.P.		Crescent Capital Trust II Levered, LP	3,028,674	4,706,451
Private Advisors		Small Company Private Equity Fund VIII, LP	2,420,225	6,122,417
US Bancorp		Emerging Markets Equity Series, L.P.	22,494,062	25,733,906
Backcast Partners Management, LLC		Backcast Credit Opportunities Fund I, L.P.	3,551,677	5,864,984
Schroder Fund Advisors, LLC		Taft-Hartley Income Fund, L.P.	7,528,085	9,726,919
Neuberger Berman		NB Strategic Co-Investment Cayman Partners IV, L.P.	4,444,513	6,060,660
Apex		Raintree Credit Opportunity Fund L.P.	10,000,000	8,412,311
Washington Capital		Real Estate Opportunity VIII Fund, L.P.	5,943,546	6,493,958
Washington Capital		Transportation Infrastructure Capital Partners Feeder, L.L.C.	4,846,461	5,126,042
Mesirow Private Equity		Floating Rate Fund I, L.P.	7,827,465	8,698,465
Mesirow Private Equity		Private Equity Fund VIII, L.P.	4,520,000	5,004,941
BPEA Private Equity		Strategic Healthcare I-B Fund, L.P.	7,217,458	9,560,200
Lindsell Train		Global Equity Fund, L.P.	22,000,000	26,418,321
Sigular Guff		Small Buyout Opportunities Fund V, L.P.	5,356,226	5,897,034
Invesco		Private Credit Opportunities Fund, L.P.	65,815,736	72,661,160
Westport Capital Partners		SCP III, L.P.	14,009,929	15,442,772
HSBC Bank		King Street Global Drawdown Fund (Offshore) II, L.P.	6,318,932	6,614,944
BGO		BentallGreenOak US Lending A, L.P.	5,581,203	6,136,912
Richmond Capital Management, Inc		Proloan Bond Fund, L.L.C.	7,000,000	7,345,316
Blackstone		Infrastructure Partners V Feeder, L.P.	415,654	415,654
Constitution Capital Partners		Ironsides Co-Investment Fund VII, L.P.	1,315,501	1,458,725
TOTAL LIMITED PARTNERSHIPS			<u>284,525,988</u>	<u>340,141,437</u>
TOTAL ASSETS HELD FOR INVESTMENT			<u><u>\$ 485,702,554</u></u>	<u><u>\$ 710,155,360</u></u>

MICHIGAN CARPENTERS' PENSION FUND
SCHEDULE H, LINE 4j - SCHEDULE OF REPORTABLE TRANSACTIONS
Employer I.D. No. 38-6233978 Plan No. 001
Year ended August 31, 2024

Identity of Party Involved	Description of Asset (Include Rate of Return and Maturity in Case of Loan)	Purchase Price	Selling Price	Lease Rental	Expense Incurred with Transaction	Cost of Asset	Current Value of Asset on Transaction Date	Net Gain or (Loss)
iii) SERIES OF TRANSACTIONS IN EXCESS OF 5% OF THE CURRENT VALUE OF PLAN ASSETS								
Comerica Bank	Short-Term Fund C							
	268 purchases	122,092,199				122,092,199	122,092,199	
	215 sales		122,741,104			122,741,104	122,741,104	-

There were no reportable transactions under categories (i), (ii), and (iv).