



**Kim Roberts Hedgpeth**  
Executive Director

July 1, 2022

Dear Participating Musician/Beneficiary,

I am pleased to enclose your July 2022 residual distribution from the Film Musicians Secondary Markets Fund. This residual payment is made to you by the Motion Picture and Television Producers who are operating under the AFM Basic Theatrical Motion Picture Agreement and/or the AFM Basic Television Motion Picture Agreement negotiated by the American Federation of Musicians.

The enclosed payment covers collections received during the Fund's Fiscal Year 2022 (April 1, 2021-March 31, 2022). Once again, the Fund's overall collections have surpassed all prior years: collections during FY2022 exceeded \$130 Million, as compared to \$124 Million collected during FY2021 and \$114.6 Million during FY2020. This continues an upward trend in collections over the past ten years; for context, overall collections received by FMSMF during FY2013 were \$89M. The annual increases in collections during the past decade have been driven primarily by the release of theatrical films and traditional television programs into the secondary market of "new media": streaming services and digital downloads. We will continue to monitor whether this trend in collections is likely to continue or change, given evolving business models with more product being produced for initial primary release on streaming services.

FMSMF will continue its efforts to provide outreach, education and information to assist Participants in utilizing the services of the Fund and accessing the residuals they have earned.

**PLEASE GO-PAPERLESS!** As part of the Fund's efforts to support Participants: If you received this paper statement through the mail, we strongly urge you to consider enrolling in the Fund's ***Go-Paperless*** option to receive all of your annual information (except year-end tax forms) electronically. By enrolling in the Fund's Go-Paperless program, you avoid the chance of your check being lost, delayed or stolen or of having personal information misdirected in the mail. With Go-Paperless, you can access your individual statements through a dedicated Go-Paperless account and know that your residuals will be sent securely and instantly by Direct Deposit. ***For more information on how to enroll in Go-Paperless, please visit <https://www.fmsmf.org/gopaperless> or call the Participant Services Hotline at 1-888-443-6763 for assistance.***

**PLEASE UPDATE YOUR BENEFICIARY INFORMATION:** It is not fun to think about, but it's very important for every musician to ensure his/her beneficiary information with the Fund is up to date. Designations at other organizations, such as the pension fund or the union local, do not apply to this Fund. Musicians can refer to the last page of their statement – it will show what this Fund has on file for your beneficiary designation. If you are a musician and your designation is not up to date, please take a moment to update your beneficiary information. You can find more information about the Fund's Beneficiary policies by visiting our website at <https://www.fmsmf.org/beneficiary>. Or call us toll free at 1-888-443-6763 with any questions or concerns you may have.

**STAY IN TOUCH:** We hope you're already receiving *Music Notes*, the newsletter emailed to participants several times each year. If not, this is a great time to ensure we have your current email address. Also, if you are a current AFM member, please look for news and information from the Fund published from time to time in *International Musician*. And, if you have not already done so, please follow us on Facebook, Twitter, Instagram and the Fund's YouTube Channel!

A general overview of the Fund's fiscal performance during FY2022 is provided in the Unaudited Summary of Financial Activities found on the reverse side of this letter. The final independent auditor's financial report for Fiscal Year 2022 will be available on the Fund's website later this year.

*(Please see reverse side)*

### Unaudited Summary of Financial Activities

Estimates as of July 1 for FYE March 31, 2022

	<b>Fiscal Year Ended 3/31/22</b>	
Collected Contributions	\$	130,654,227
Required contribution to AFM Employers Pension Fund	\$	(1,930,521)
Amounts set aside pending verifications	\$	(1,947,848)
Contributions available for distribution	\$	126,775,858
Operating Expenses*	\$	(8,559,357)
Retired unclaimed distributions	\$	3,238,814
Interest/Dividends earned after expenses	\$	590,010
Required contribution to AFM Employers Pension Fund on net earnings	\$	(5,089)
Cost Basis Adjustment on Investments	\$	(84,493)
Available for distribution after Adjustments	\$	121,954,744
Estimated Employers' share of payroll taxes	\$	(7,900,000)
Reserve for omissions**	\$	(2,366,720)
<b>Projected Distribution Amount</b>	<b>\$</b>	<b>111,688,024</b>
<i>Note:</i> * Expenses include disbursement of \$789,492 to Participants of previous years' retired unclaimed distributions. ** New beginning balance of \$2,500,000 set for September 2022 omissions		

Enclosed with this mailing you will also find:

- A check (or Direct Deposit voucher) for your share of the annual disbursement.
- Your individual Participant's Statement.

**Please note that the enclosed check is valid for a period of 90 days** from the date of issue and cannot be cashed beyond that time. For this reason, we strongly encourage you to cash the check at your earliest convenience. We will reissue checks that expire 2-3 times per year, and therefore encourage you to avoid delay by cashing this check as soon as possible. And as noted above, **Go Paperless** is the most safe and convenient option to avoid the inconvenience of managing paper checks.

If you have questions or if we can be of service, please feel free to contact us toll-free at 1-888-443-6763 and follow the prompts to speak to a Participant Services Associate, or email us at [participantservices@fmsmf.org](mailto:participantservices@fmsmf.org).

On behalf of the staff at the Fund, we look forward to continuing our work on behalf of the Fund's Participants and welcome your feedback on how we can better serve you and the motion picture music community as a whole.

Each year, new films and television programs report residuals into the Fund for the first time and new musicians are added to the Fund's rolls as a result. We thank all musicians, both new and returning, for your contributions to the motion picture and television industry and for the gift of your talents during this past year.

Sincerely,

*Kim Roberts Hedgpeth*

Executive Director