

## Executive Directors Report

Monday December 9, 2024

- Cost of Living working group
- Continued Investment Advisor Monitoring
- Investment Committee Meeting
  - Performance
  - Private Markets Commitments
- Mercury PR
- IT
- Legislative Tracking
  - Divestment
- Coordination with DPB
  - SLEO implementation
- Legal Priorities
  - Policies and Procedures
- Coordination with DOI
  - Common Fund E Discussions
- HMFA
  - v1.0 Reform implementation
- Ethics
  - Forms
- Coordination with Treasury Admin
  - Fiscal
  - HR
- Personnel Priorities
  - Board Staff

# **Chief Investment Officer & Chief Financial Officer Report**

## **December 9, 2024**

### **I. PFRSNJ Financial Update**

- a. Net Assets as of November 30, 2024
  - i. Flash report as of month end - \$33,717,958,229.25
- b. PFRSNJ performance flash outperformed the Policy Benchmark during the month of November, 2024
  - i. PFRSNJ Total Portfolio 2.18%
  - ii. PFRSNJ Policy Index 1.96%
  - iii. Excess Return .22%
- c. No compliance warnings to report
- d. Securities Lending program continues to perform well
- e. Continue to have positive discussions with the DOI

### **II. Private Market Investments**

- a. Ares Capital Europe VI (D) Levered L.P.
- b. Ares US Real Estate Fund XI
- c. Brookfield Super-Core Infrastructure Partners

### **III. Year End Financials / Audit Update**

- a. Finalized all the PFRSNJ year-end financials that will be used for the State's annual reporting requirements
  - i. New process/information for KPMG
- b. The Auditor RFP for the FY2025 cycle was published
  - i. DPB, DOI and PFRSNJ are on evaluation committee

### **IV. HMFA Update**

- a. Represents 5.92% of the fund

### **V. Expenses for Approval**



**JAMES A. KOMPANY**  
*Chairman*

**GREGORY PETZOLD**  
*Executive Director*

**MEMORANDUM**

**TO:** James A. Kompany, PFRSNJ Chair

**CC:** Gregory Petzold, PFRSNJ Executive Director

**FROM:** Nels J. Lauritzen, Legal Affairs Deputy Director

**DATE:** December 9, 2024

**SUBJECT:** Legal Affairs Director's Report – December 2024

- General Counseling
  - General Counseling to Executive Director, Chief Legal Officer and Director of Board Operations
- Benefit Administration/Board Counseling
  - Review of Ordinary Disability and Accidental Disability Retirements
  - Designated new Office of Administrative Law matters for assignment
  - Case count: as of December 3<sup>rd</sup> there were: 115 matters pending in the Office of Administrative Law, 23 matters in the Appellate Division, 1 matter pending in Superior Court, 1 matter pending in NJ Supreme Court and 1 matter in Federal Court
- Comptroller's Office
- Subpoenas

N.J.L.