

Executive Directors Report

Monday February 9, 2026

- Continued current Investment Advisor Monitoring
- Investment Committee Meeting
 - Performance
 - Training
- Administrative Regulations v2.0
- Mercury PR
- IT
 - System Buildout cont.
 - Pensions system expansion kickoff
- Legislative Tracking
 - Priorities of Gov-Elect
- Coordination with DPB
 - SLEO cont.
 - Disabilities and 157/117
 - MOU Accidentals
- Legal Priorities
 - Litigation management system
 - Procurements
- Coordination with DOI
 - Common Fund E
- HMFA
 - New administration kick-off
- Coordination with Treasury Admin
- Administrative Priorities
 - Updated postings
 - Executive Search on boarding

Chief Investment Officer & Chief Financial Officer Report

February 9, 2026

I. PFRSNJ Financial Update

a. Net Assets as of January 31, 2026

i. Flash report as of month end = \$37,222,773,566.59

b. PFRSNJ performance flash for the month of January 2026

	Jan	FYTD
i. PFRSNJ Total Portfolio	1.76%	8.61%
ii. PFRSNJ Policy Index	<u>1.58%</u>	<u>8.65%</u>
iii. Excess Return	0.18%	-.04%

c. Securities Lending as of January 31, 2026

i. PFRSNJ estimated earnings \$680,000.00

ii. PFRSNJ estimated earnings \$4,607,111.00 FYTD

II. Year End June 30, 2025

a. Segal delivered a first draft of the:

i. Actuarial Valuation

ii. GASB 67 & 68

III. Notables

a. HMFA represents approximately 6,500 loans with a balance of \$2,116,594,053

i. Rate resets in February

IV. Expenses for Approval



JAMES A. KOMPANY
Chairman

GREGORY PETZOLD
Executive Director

MEMORANDUM

TO: James A. Kompany, PFRSNJ Chairman

CC: Gregory Petzold, PFRSNJ Executive Director

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

DATE: February 9, 2026

SUBJECT: Legal Affairs Director's Report – February 2026

- General Counseling
 - General Counseling to Executive Director 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 February 2nd there were: 95 matters pending in the Office of Administrative Law, 28 matters in the Appellate Division, 1 matter pending in Superior Court, 0 matters pending in NJ Supreme Court and 0 matter in Federal Court
- Comptroller's Office
- Outside Counsel litigation cases
- Subpoenas

N.J.L.