

Executive Directors Report

Monday July 13, 2026

- Continued current Investment Advisor Monitoring
- Investment Committee Meeting
 - PE
 - Infra
 - Asset Liability Study
- Audit Kick off
- Mercury PR
- IT
 - System Buildout cont.
 - DPB system integration per MOU
- Legislative Tracking
- Coordination with DPB
 - SLEO cont.
 - Disabilities and 157/117
 - MOU implementation
- Legal Priorities
 - Litigation management system
 - Procurements
- Coordination with DOI
 - Common Fund E
- HMFA
 - Continued Monitoring
- Coordination with Treasury Admin
- Administrative Priorities
 - CLO on boarding
 - CFO on boarding

Chief Investment Officer Report

July 13, 2026

I. PFRSNJ Financial Update

a. Net Assets as of June 30, 2026

i. Flash report as of month end = \$39,544,779,394.18

b. PFRSNJ performance flash for the month of June 2026

	June	1 Year	FYTD
i. PFRSNJ Total Portfolio	-.09%	13.72%	13.72%
ii. PFRSNJ Policy Index	<u>-.01%</u>	<u>14.13%</u>	<u>14.13%</u>
iii. Excess Return	-0.08%	-0.41%	-0.41%
iv. PFRSNJ w/o HMFA & CPFE	-.16%	17.14%	17.14%
v. Policy Index w/o HMFA & CPFE	<u>-.02%</u>	<u>14.78%</u>	<u>14.78%</u>
vi. Excess Return	-.14%	2.36%	2.36%

c. Securities Lending as of the end of June 2026

i. PFRSNJ monthly estimated earnings \$510,000

ii. PFRSNJ estimated earnings \$8,450,425 FYTD

II. Investments

a. Two private equity recommendations

i. CD&R Fund XIII, L.P.

ii. The Resolute Fund VII, L.P.

b. One infrastructure recommendation

i. TPG Peppertree Fund XI L.P.

III. Notables

a. FY2026 Audit Kick-Off Meeting

b. HMFA represents approximately 6,791 loans with a balance of \$2,130,857,164.00



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: July 13, 2026
SUBJECT: Legal Affairs Director's Report – July 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 July 6th there were 105 matters pending in the Office of Administrative Law, 19 matters in the Appellate Division, 1 matter pending in Superior Court, 1 matter pending in NJ Supreme Court and 0 matter in Federal Court
- Outside Counsel litigation cases
- Subpoenas

N.J.L.