

Executive Directors Report

Monday June 8, 2026

- Continued current Investment Advisor Monitoring
- Investment Committee Meeting
 - Performance
 - FY27
- Regulatory Committee Meeting
 - Approval for publication
- Mercury PR
- IT
 - System Buildout cont.
 - DPB system integration per MOU
- Legislative Tracking
 - Budget FY2027
- Coordination with DPB
 - SLEO cont.
 - Disabilities and 157/117
 - MOU on-going
- Legal Priorities
 - Litigation management system
 - Procurements
- Coordination with DOI
 - Common Fund E
- HMFA
 - Continued Monitoring
- Coordination with Treasury Admin
- Administrative Priorities
 - CLO
 - CFO

Chief Investment Officer Report

June 8, 2026

I. PFRSNJ Financial Update

a. Net Assets as of May 31, 2026

i. Flash report as of month end = \$39,671,865,150.49

b. PFRSNJ performance flash for the month of May 2026

	May	1 Year	FYTD
i. PFRSNJ Total Portfolio	2.43%	16.74%	13.79%
ii. PFRSNJ Policy Index	<u>2.41%</u>	<u>17.38%</u>	<u>14.11%</u>
iii. Excess Return	0.02%	-0.64%	-0.32%
iv. PFRSNJ w/o HMFA & CPFE	3.21%	21.33%	17.28%
v. Policy Index w/o HMFA & CPFE	<u>2.52%</u>	<u>18.13%</u>	<u>14.77%</u>
vi. Excess Return	.69%	3.20%	2.51%

c. Securities Lending as of the end of May 2026

i. PFRSNJ monthly estimated earnings \$520,000

ii. PFRSNJ estimated earnings \$7,863,671 FYTD

II. Notables

a. HMFA represents approximately 6,797 loans with a balance of \$2,128,512,102.85

III. 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: June 8, 2026
SUBJECT: Legal Affairs Director's Report – June 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 June 2nd there were 102 matters pending in the Office of Administrative Law, 22 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.