

Executive Directors Report

Monday March 9, 2026

- Continued current Investment Advisor Monitoring
- Investment Committee Meeting
 - Performance
 - New Alt Commitment
- Administrative Regulations v2.0
 - Kick off
- Mercury PR
- IT
 - System Buildout cont.
 - Pensions system expansion on going
- Legislative Tracking
 - Budget FY2027
- Coordination with DPB
 - SLEO cont.
 - Disabilities and 157/117
 - MOU Accidentals
- Legal Priorities
 - Litigation management system
 - Procurements
- Coordination with DOI
 - Common Fund E
- HMFA
 - Monitoring
- Coordination with Treasury Admin
- Administrative Priorities
 - Updated postings

Chief Investment Officer & Chief Financial Officer Report

March 9, 2026

I. PFRSNJ Financial Update

a. Net Assets as of February 28, 2026

i. Flash report as of month end = \$37,370,848,736.71

b. PFRSNJ performance flash for the month of February 2026

	Feb	1 Yr	FYTD
i. PFRSNJ Total Portfolio	1.23%	15.03%	9.93%
ii. PFRSNJ Policy Index	<u>0.98%</u>	<u>15.05%</u>	<u>9.74%</u>
iii. Excess Return	0.25%	-.02%	.19%

c. Securities Lending as of February, 2026

i. PFRSNJ estimated earnings \$620,000.00

ii. PFRSNJ estimated earnings \$5,191,626.00 FYTD

II. Year End June 30, 2025

a. Actuary Committee reviewed the:

i. Actuarial Valuation

ii. GASB 67 & 68

III. Notables

a. HMFA represents approximately 6,765 loans with a balance of \$2,125,437,927

i. Rate reset on February 17th to 5.26%

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: March 9, 2026
SUBJECT: Legal Affairs Director's Report – March 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 March 2nd there were: 96 matters pending in the Office of Administrative Law, 24 matters in the Appellate Division, 1 matter pending in Superior Court, 0 matters pending in NJ Supreme Court and 0 matter in Federal Court
- Outside Counsel litigation cases
- Subpoenas

N.J.L.