

## Executive Directors Report

Monday December 11, 2023

- Cost of Living working group
- Investment Contracts/Transfer
  - Passive - Pool
  - Transition
  - Custody
- Office Space Final
- Regulatory Meeting
  - Investment Regs 2.0
- Mercury PR
- IT integration
  - On going
- Legislative Tracking Lame Duck
- Coordination with DBP
- Legal Priorities
- Continued transfer discussion with DOI
- Executive Search ongoing
- HMFA
- Ethics
- OPRA
- Coordination with Treasury Admin
  - Fiscal
  - HR
- Personnel Priorities
  - Governor's Office

# Chief Financial Officer & Acting Chief Investment Officer Report

December 13, 2023

## I. PFRSNJ Update

- a. Estimated August 2023 performance returns

## II. HMFA Update as of October 2023

- a. 6097 loans outstanding
- b. Total mortgage balance of \$1,852,176,123

## III. Conversion Update

- a. Meeting held on 12/8 with DOI on April 1, 2024 conversion plan
- b. New investment regulations
- c. We are working with Custodian, CRD and Callan to set up all systems, services and tools
- d. We are assessing costs and implications on the preliminary mappings of assets based upon the change from a DOI driven investment strategies to the PFRSNJ investment strategies
- e. We are working with DPB on the financial reporting requirements to fold PFRSNJ into the State's Pension System the annual reports
- f. Staffing

## IV. Expenses for Approval



**ED DONNELLY**  
*Chairman*

**GREGORY PETZOLD**  
*Executive Director*

**MEMORANDUM**

**TO:** Ed Donnelly, PFRSNJ Chair

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

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

**DATE:** December 11, 2023

**SUBJECT:** Legal Affairs Deputy Director's Report – December 2023

- General Counseling
  - General Counseling to Executive Director and CIO/CFO
  - One meeting with Division of Investment (DOI)
- 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 November 13<sup>th</sup>, there were 148 matters pending in the OAL, 29 matters in the Appellate Division, 2 matters pending in NJ Supreme Court and 2 matters in Federal Court.
- Ethics 2.0
  - Working with Deputy Director of Investment Operations to update various Ethics and Compliance functions
- Case Tracking System
- Subpoenas

N.J.L.