

Executive Directors Report

Monday March 10, 2025

- Cost of Living working group
- Investment Advisor Monitoring
- Investment Committee Meeting
 - Performance
 - Asset Allocation
- Mercury PR
- IT
 - Active planning with OIT leadership
- Legislative Tracking
 - Budget 2025
- Coordination with DPB
 - SLEO implementation continues
- Legal Priorities
 - Policies
 - Procedures
 - Litigation
- Coordination with DOI
 - Common Fund E Updates
- HMFA
- Ethics
 - 2025 Forms
- Coordination with Treasury Admin
- Personnel Priorities
 - Board Staff
 - Investigation Staff
 - IT Staff

Chief Investment Officer & Chief Financial Officer Report

March 10, 2025

I. PFRSNJ Financial Update

- a. Net Assets as of February 28, 2025
 - i. Flash report as of month end = \$33,235,615,575.81
- b. PFRSNJ performance flash for the month of February, 2025

	Feb	FYTD
i. PFRSNJ Total Portfolio	-.05%	5.29%
ii. PFRSNJ Policy Index	<u>.08%</u>	<u>5.87%</u>
iii. Excess Return	-.13%	-.58%
- c. Securities Lending FYTD as of January = \$2,869,888.00

II. Actuary Update

- a. GASB 67 & 68
- b. Actuarial Valuation
 - i. Using actuarial value of the assets, the Local Employer Plan increased to 72.0% from 71.5%
 - ii. Using the market value of the assets, the Local Employer Plan increased to 72.2% from 70.0%
 - iii. Using actuarial value of the assets, the State Plan increased 42.2% from 41.0%
 - iv. Using market value of the assets, the State Plan increased to 37.2% from 34.9%
 - v. PFRSNJ has transitioned to a mature fund status

III. Year End Financials / Audit Update

- a. Final review of financials underway
- b. The Auditor RFP for the FY2025 cycle was published
 - i. Evaluation committee making recommendation

IV. Expenses for Approval



JAMES A. KOMPANY
Chairman

GREGORY PETZOLD
Executive Director

MEMORANDUM

TO: James A. Kompany, PFRSNJ Chair

CC: Gregory Petzold, PFRSNJ Executive Director

FROM: Nels J. Lauritzen, Legal Affairs Deputy Director

DATE: March 10, 2025

SUBJECT: Legal Affairs Director's Report – March 2025

- General Counseling
 - General Counseling to Executive Director, Chief Legal Officer 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 28th there were: 111 matters pending in the Office of Administrative Law, 24 matters in the Appellate Division, 1 matter pending in Superior Court, 5 matters pending in NJ Supreme Court and 1 matter in Federal Court
- Comptroller's Office
- Outside Counsel litigation cases
- Subpoenas

N.J.L.