



PERA

Investments and Pensions Oversight Committee

Senator George K. Muñoz, Chair

Representative Patricia Roybal Caballero, Vice-Chair

June 5, 2019

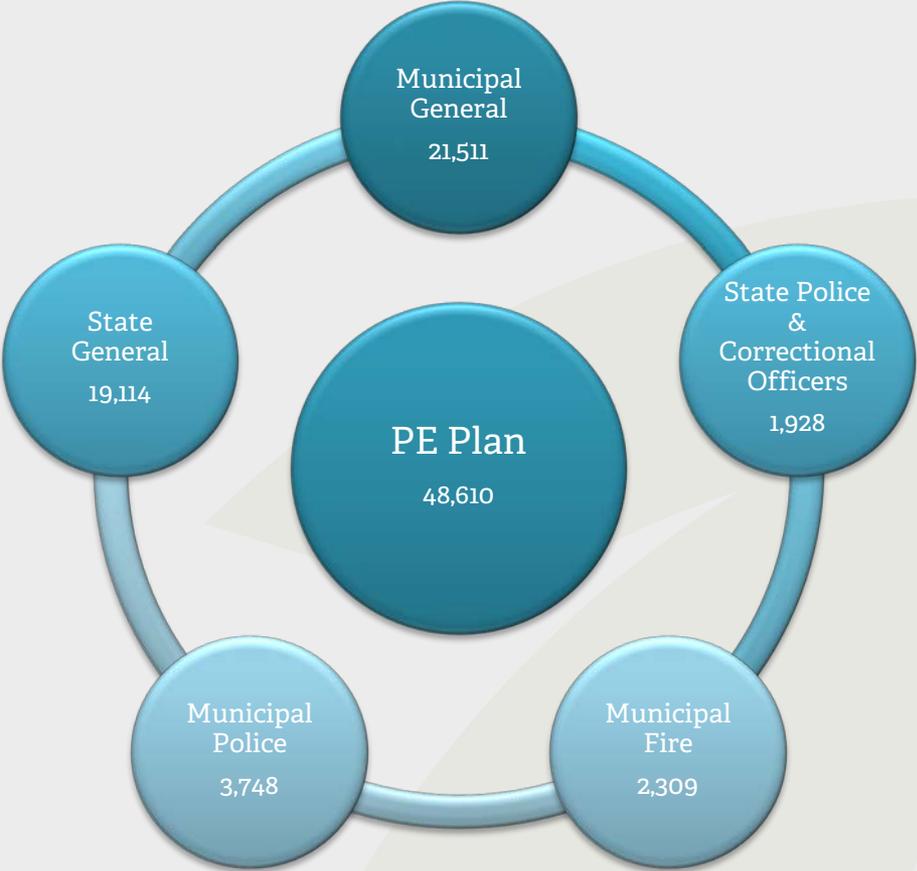
Dr. Jackie Kohlasch, Chair

John Melia, Vice Chair

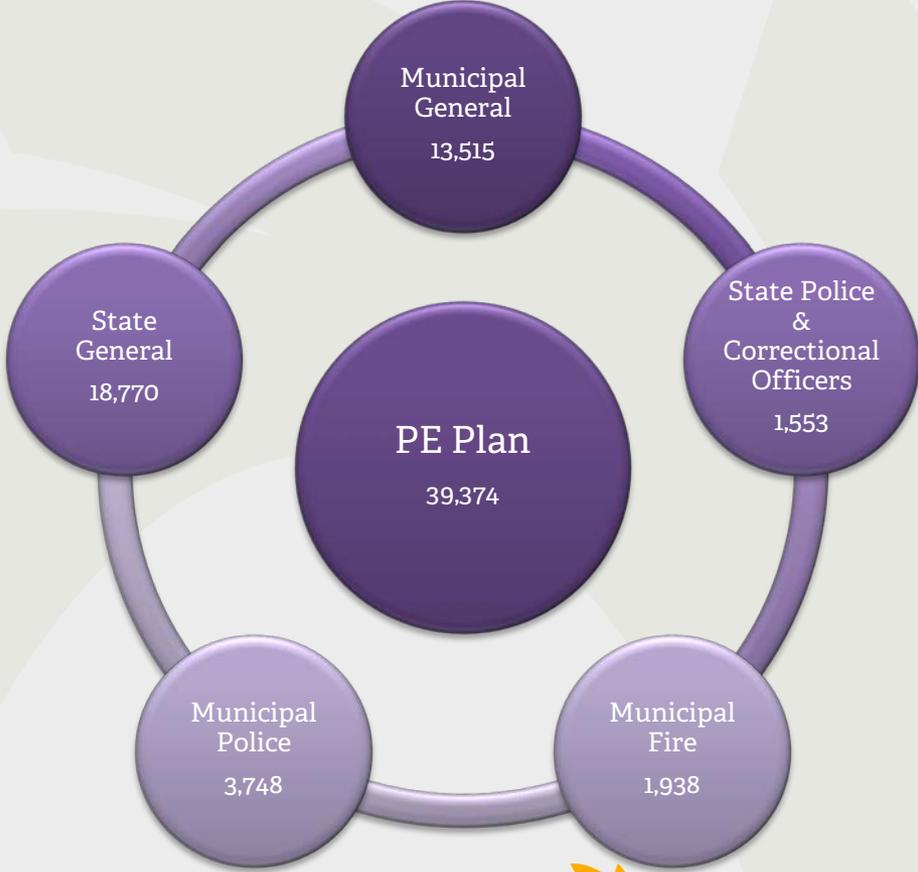
Wayne Propst, Executive Director

PERA – Who We Serve

Active Membership



Retiree Membership



Data as of 6/30/2018



PERA – Who We Serve

Active Membership



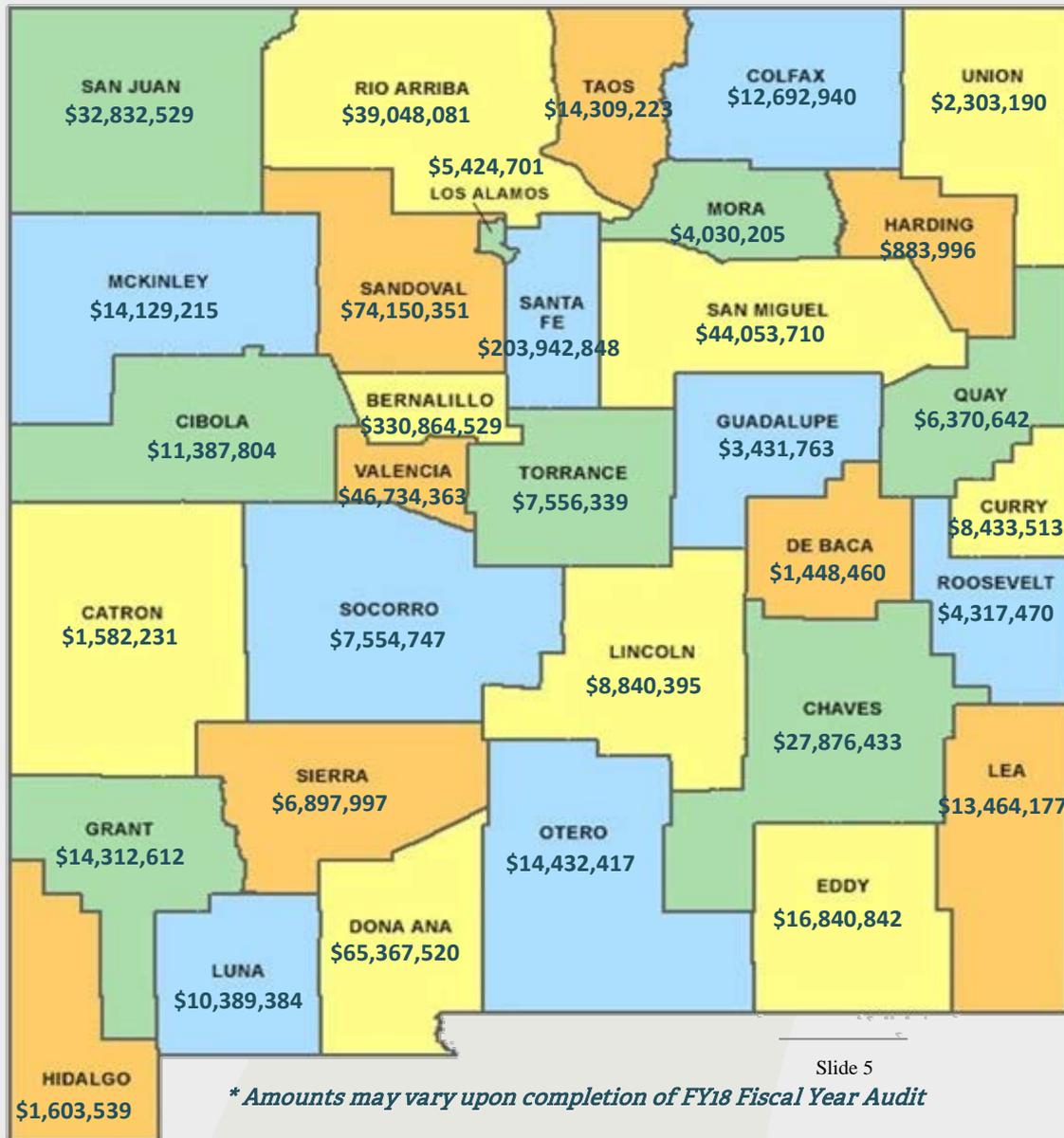
Retiree Membership



PERA at A Glance – FY18

	Average Annual Pension - FY18	Average Age at Retirement - FY18	Average Annual Pension - Total	Average Age at Retirement - Total
PERA Total	\$29,964	59.39	\$25,668	56.11
State General	\$28,944	60.75	\$24,312	57.60
State Police/Corrections	\$33,312	54.01	\$28,560	51.15
Municipal General	\$26,052	60.65	\$23,304	58.02
Municipal Police	\$47,256	50.50	\$35,160	47.66
Municipal Fire	\$50,136	49.39	\$35,484	47.66
Judicial	\$87,048	65.87	\$67,176	62.23
Magistrates	\$22,308	54.50	\$35,700	60.55
Legislative	\$17,220	68.33	\$10,824	64.40
Volunteer Firefighters	\$1,812	62.20	\$1,632	61.10

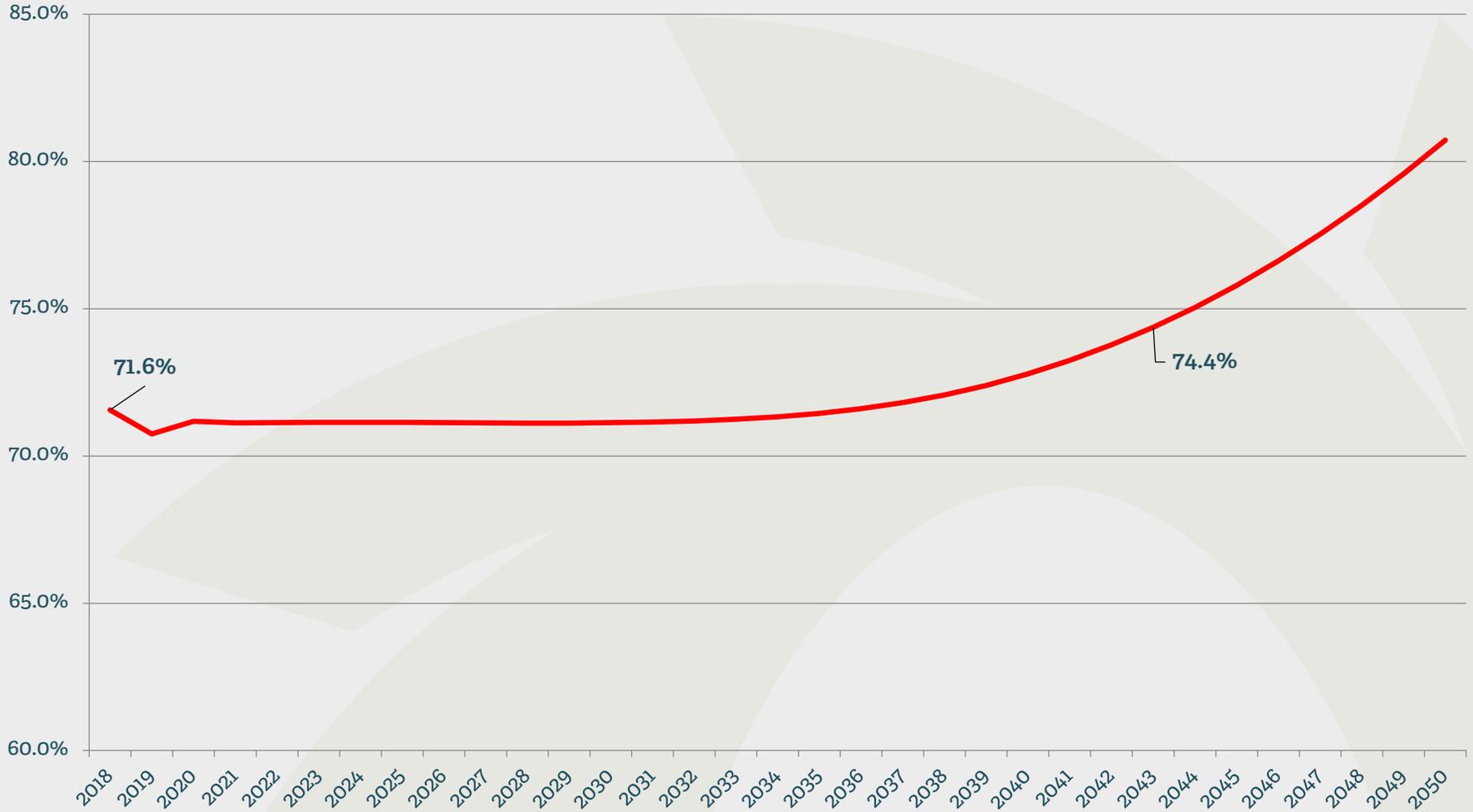
Benefit Payments Fiscal Year 2018



- Fiscal Year 2018 benefit payments totaled ***\$1,159,910,744****
- ***\$1,057,508,163*** in benefit payments were paid to retired members that reside in NM
- ***\$102,402,581*** in benefit payments were paid to retired members that reside outside of NM
- ***\$50,288,373*** in refunded member contributions was also paid out in FY18
- ***\$1,210,199,117*** in total payments were made by PERA in FY18

Projected Funded Ratio

2018 Baseline



— 2018 Baseline

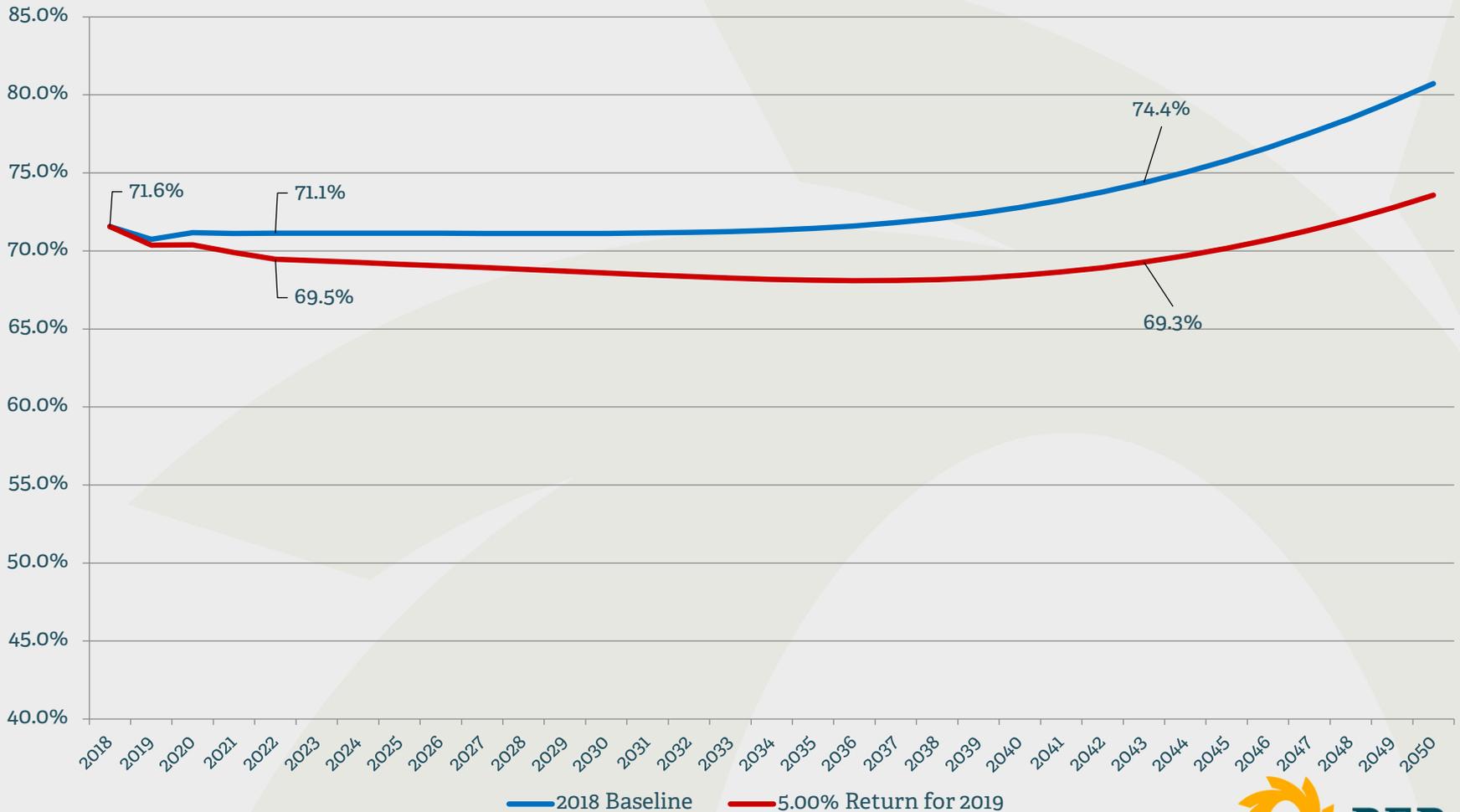
2018 Projection of Pre-SB27

Comparison of Projected Funded Ratio of PERA
2018 Baseline vs. Pre-SB27



Comparison of Project Funded Ratio

5% Return for 2019
Year 2022 & 2043 Labeled



5-Year Strategic Plan

- ✓ Maintain appropriate strategic asset allocation to meet the actuarial discount rate assumption (7.25%) over the long run
 - In process: portfolio enhancements to meet expected hurdle for next 10 years
- Work toward 30 year funding period of unfunded actuarial accrued liability (in process)
- ✓ Meet ten-year annualized returns to equal or exceed the policy benchmark
- ✓ Achieve a total investment cost at or below 85 bps

PERA Portfolio Results

- The PERA Fund balance was \$15.3 billion on March 31, 2019
- Fiscal YTD, the Fund returned 3.22% (net of fees)
- Fiscal YTD, the Fund paid out benefits of \$905 million

March 31, 2019	FYTD	1 Year	3 Years	5 Years	10 Years	ITD 6/1/85
PERA Returns	3.22	4.03	7.64	5.43	10.07	8.89
Passive Portfolio	2.86	3.23	7.05	4.98	8.90	8.04
<i>Value Add</i>	0.35	0.80	0.59	0.45	1.18	0.85

Annualized, net of fee returns.

Note May not sum due to rounding