



**PERA**

## **Investments and Pensions Oversight Committee**

*Senator George K. Muñoz, Chair  
Representative Patricia Roybal Caballero, Vice-Chair*

**December 10, 2020**

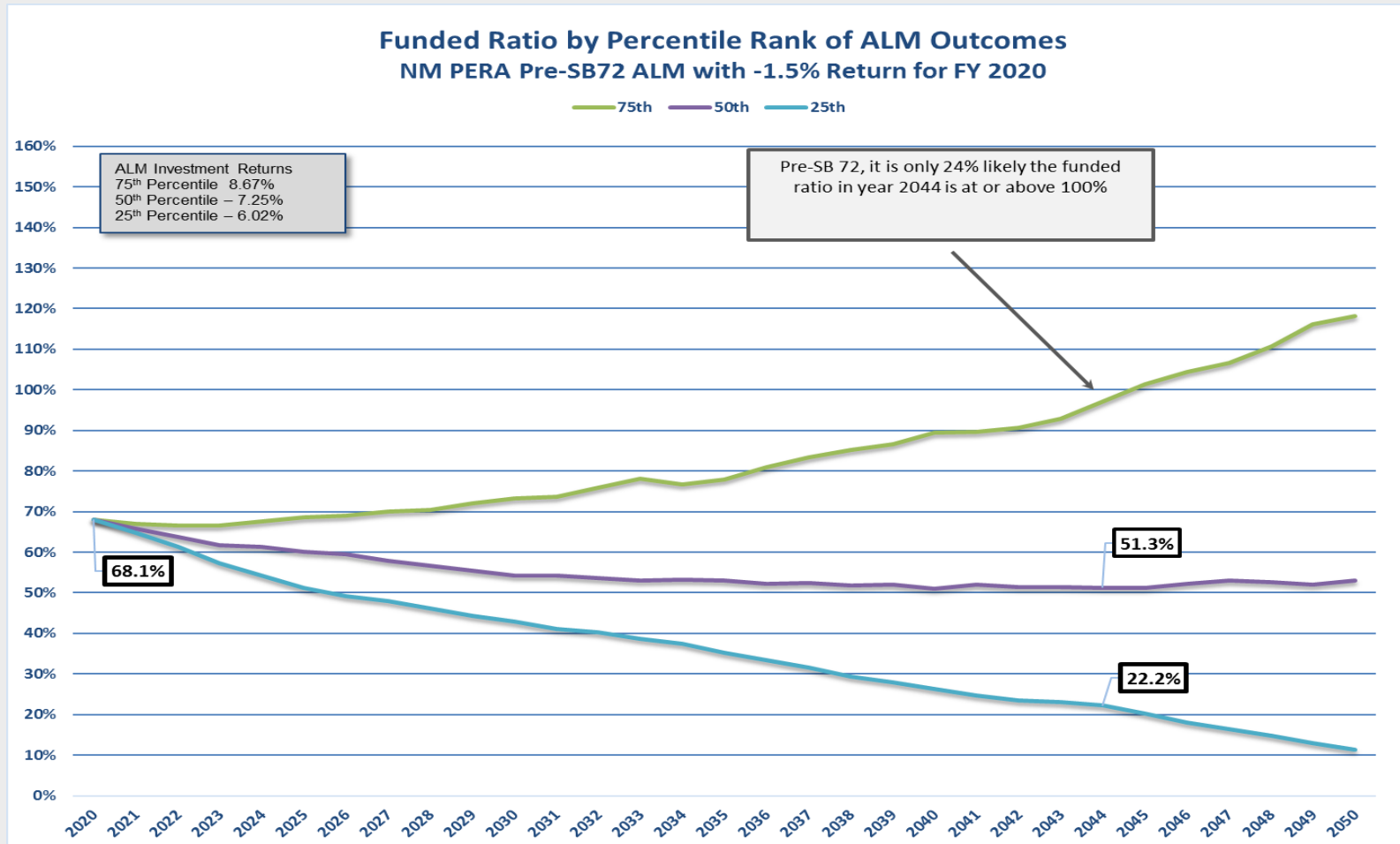
*John Melia, Board Chair  
Wayne Propst, Executive Director  
Dominic Garcia, Chief Investment Officer*

# PERA Fund Performance

- The PERA Fund balance was \$14.8 billion on June 30, 2020
- As result of the COVID-19 pandemic PERA saw a decline in the market values of investments. For FY20, the Fund returned -1.5% (net of fees)
- PERA Fund paid out benefits of \$1.2 billion during FY20
- PERA Smart Save (457b) balance was \$644 million on June 30, 2020 with 22,865 participants

As of 6/30/2020	1 Year (FY20)	3 Year	5 Year	10 Year	30 Year	Since Inception 6/30/1985
PERA Total Fund Returns (Net of Fees)*	-1.50%	3.90%	4.60%	7.50%	7.90%	8.60%
Policy Benchmark*	-1.50%	3.50%	4.80%	7.30%	7.70%	8.50%

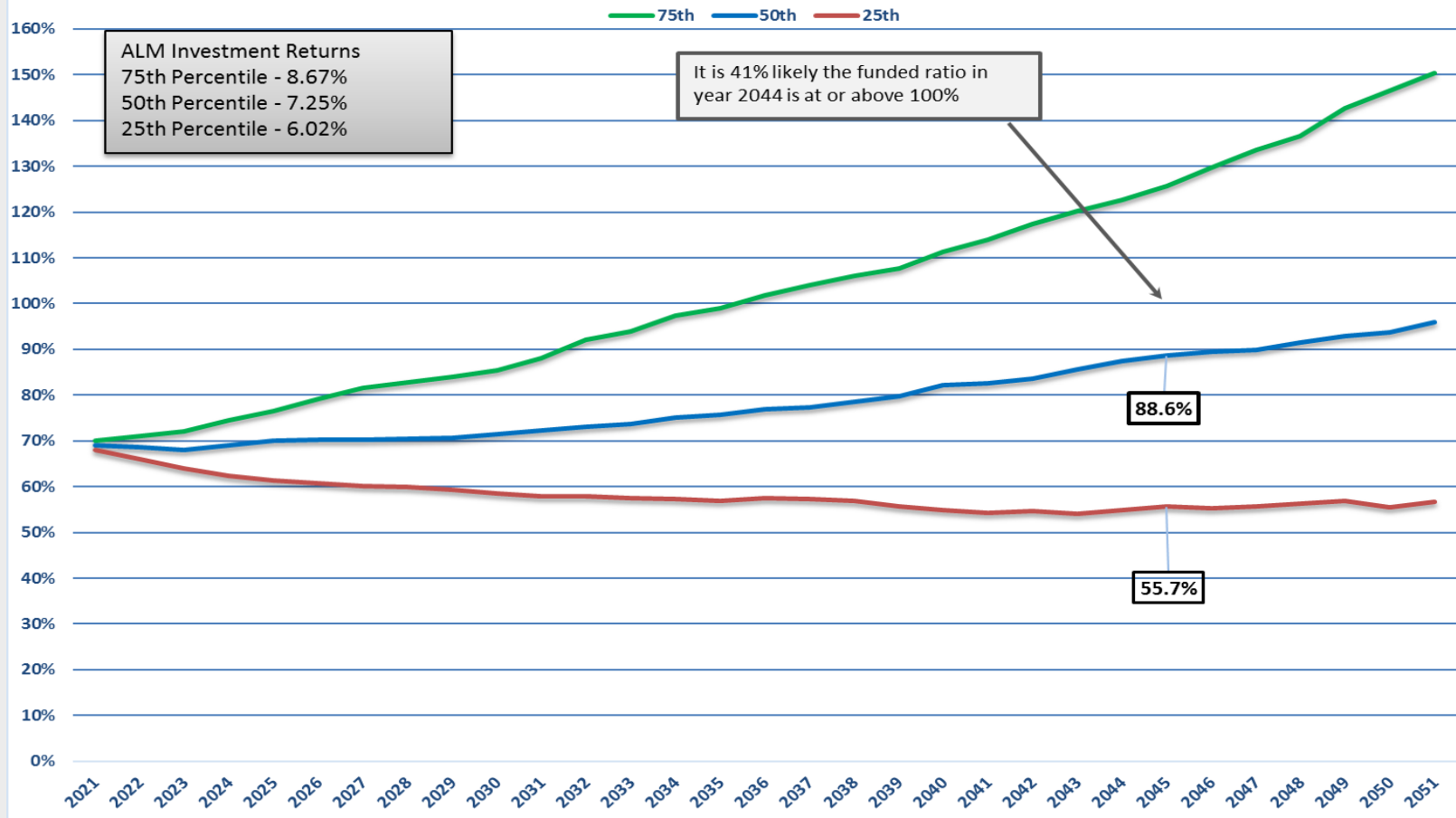
# FY20 Funding Projection w/o SB72



**PERA's FY20 Valuation results indicate that the Unfunded Actuarial Accrued Liability (UAAL) for PERA would have been approximately \$788 million higher absent passage of SB72**

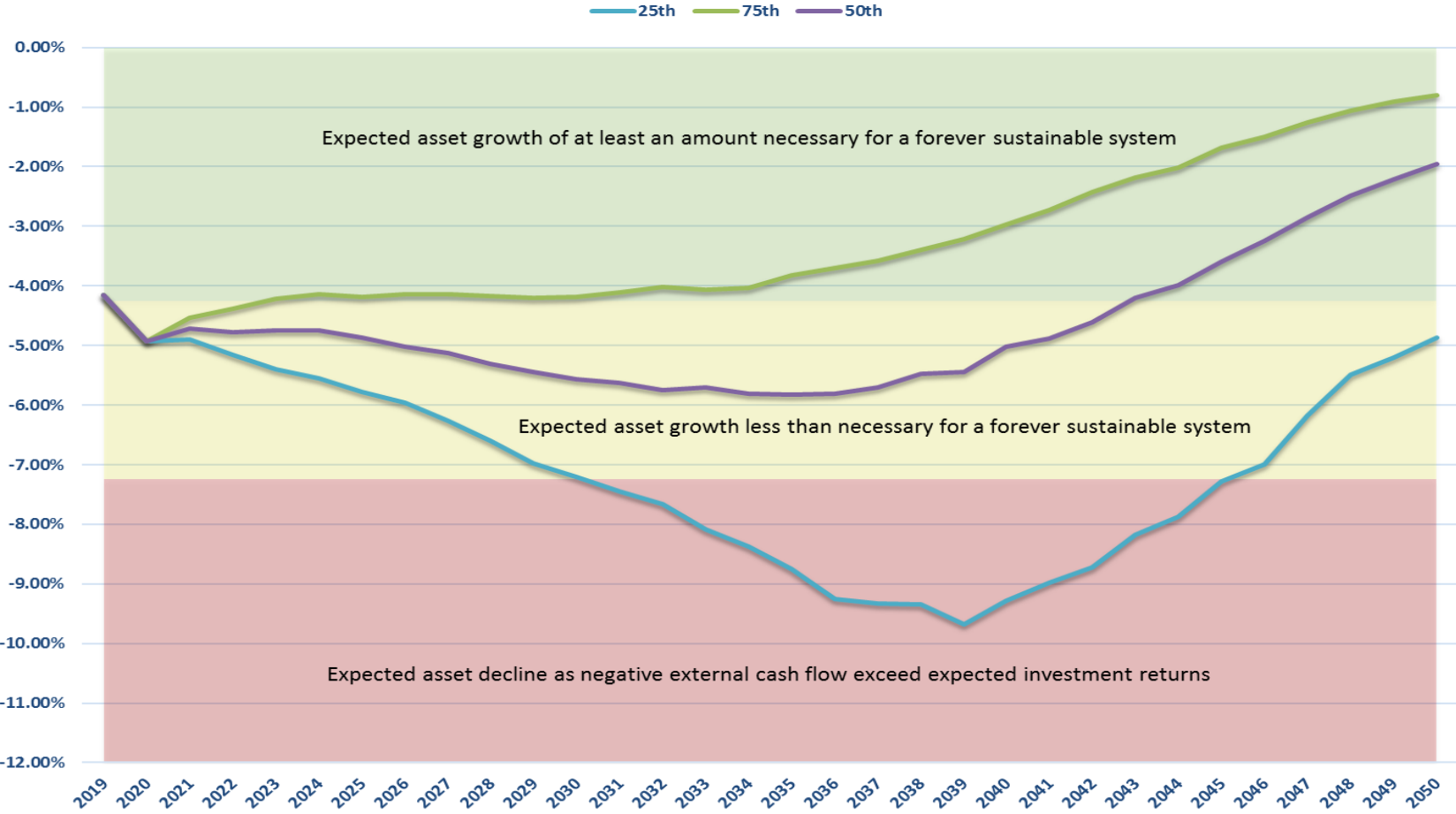
# FY20 Funding Projection with SB72

Funded Ratio by Percentile Rank of ALM Outcomes  
PERA 2020 Baseline



# FY20 Cash Flow Projection w/o SB72

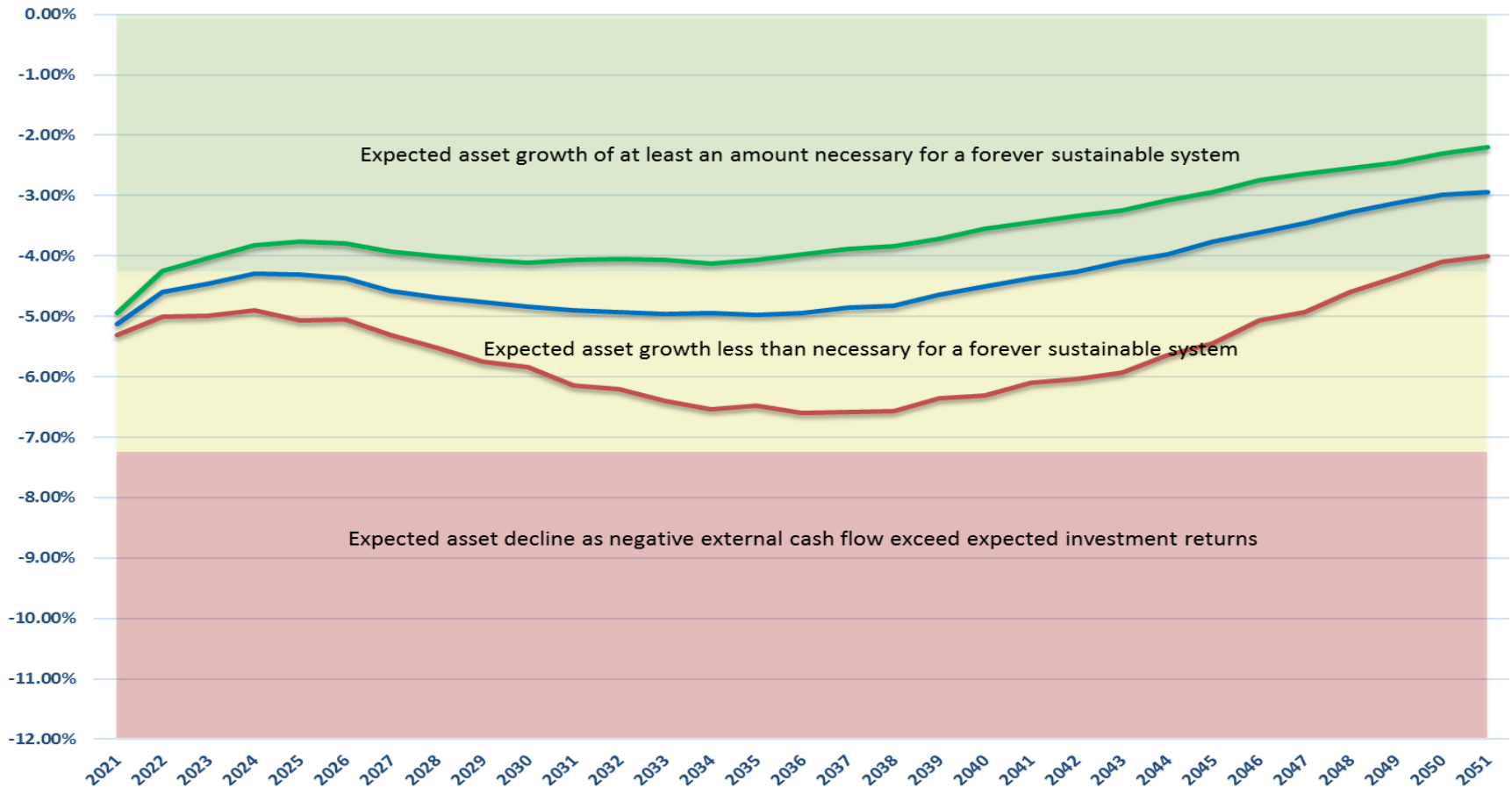
**Net Percent of Negative External Cash Flow by Percentile Rank of Outcomes  
NM PERA Pre-SB 72 ALM with -1.5% Return for FY2020**



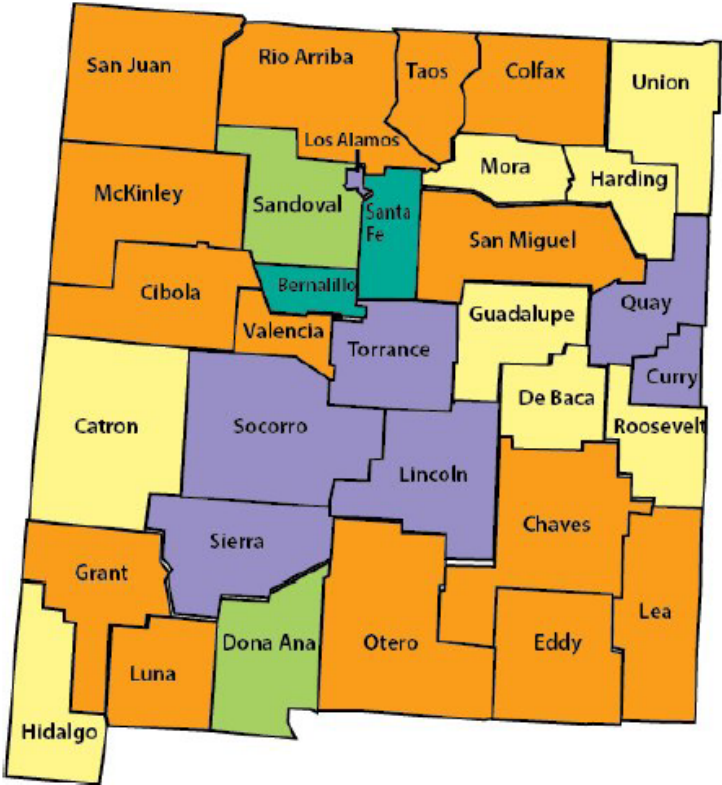
# FY20 Cash Flow Projection with SB72

Net Percent of Negative External Cash Flow by Percentile Rank of Outcomes  
PERA 2020 Baseline

— 25th — 75th — 50th



# PERA's Economic Force in New Mexico



New Mexico PERA has a large impact on the state's economy by providing pension benefits to 42,464 current retirees. In FY19, PERA paid \$1.22 billion in pension benefits, and of that total \$1.1 billion was paid to retirees living in New Mexico. PERA retirement benefits represent a steady stream of income in every county in New Mexico.

**PERA paid  
\$1.1 billion to  
New Mexico  
Retirees in 2019**

