



PERA 2015 Actuarial Valuation Results

Investments and Pensions Oversight Committee

Senator George Muñoz, Chair

Representative Monica Youngblood, Vice-Chair

November 5, 2015

Patty French, PERA Board Chair

Wayne Propst, Executive Director

FY15 Actuarial Valuation Results

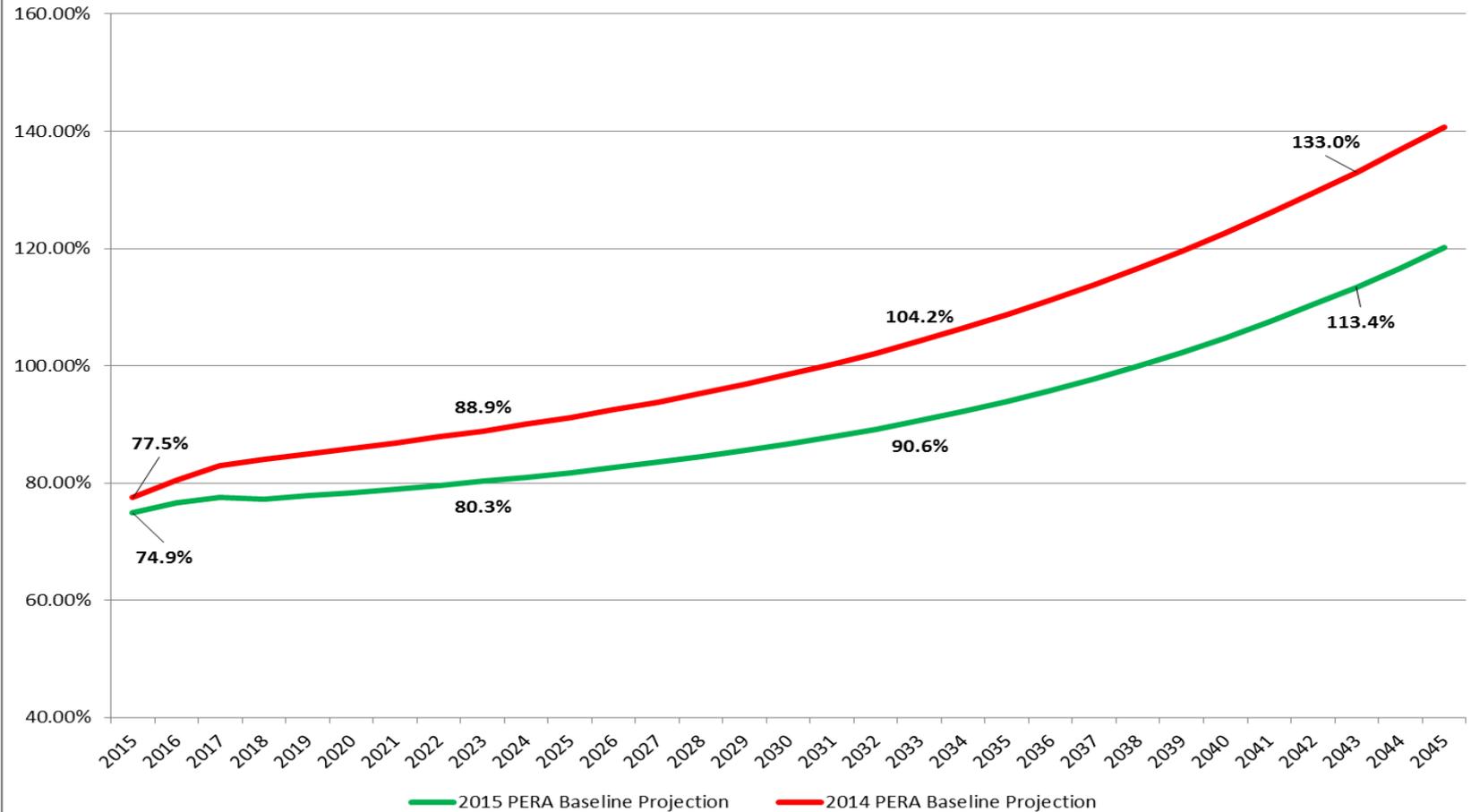


General Observations on Valuations

- *Modest decreases in funding levels were the result of lower than expected market returns and higher than expected salary increases in FY15. Salary increases were responsible for a \$237 million actuarial loss to the Fund*
- *FY15 returns were 7.64% on smoothed value compared to an expected return of 7.75%.*
- *Actuarial loss due to non-investment experience increased the UAAL by \$286.5 million primarily due to greater than expected salary increases*
- *Increase in UAAL was \$410 million and funding ratio decreased 0.9% from 75.8% to 74.9%*
- *Statutory rates now expected to fully amortize UAAL in 41 years*
- *Salary losses for JRA & MRA are the primary source of the modest decline in funded ratios for these plans*
- *Overall, FY15 results are in line with projections and the PERA Fund is still expected to be 100% funded by 2043*

Projected Funded Ratio

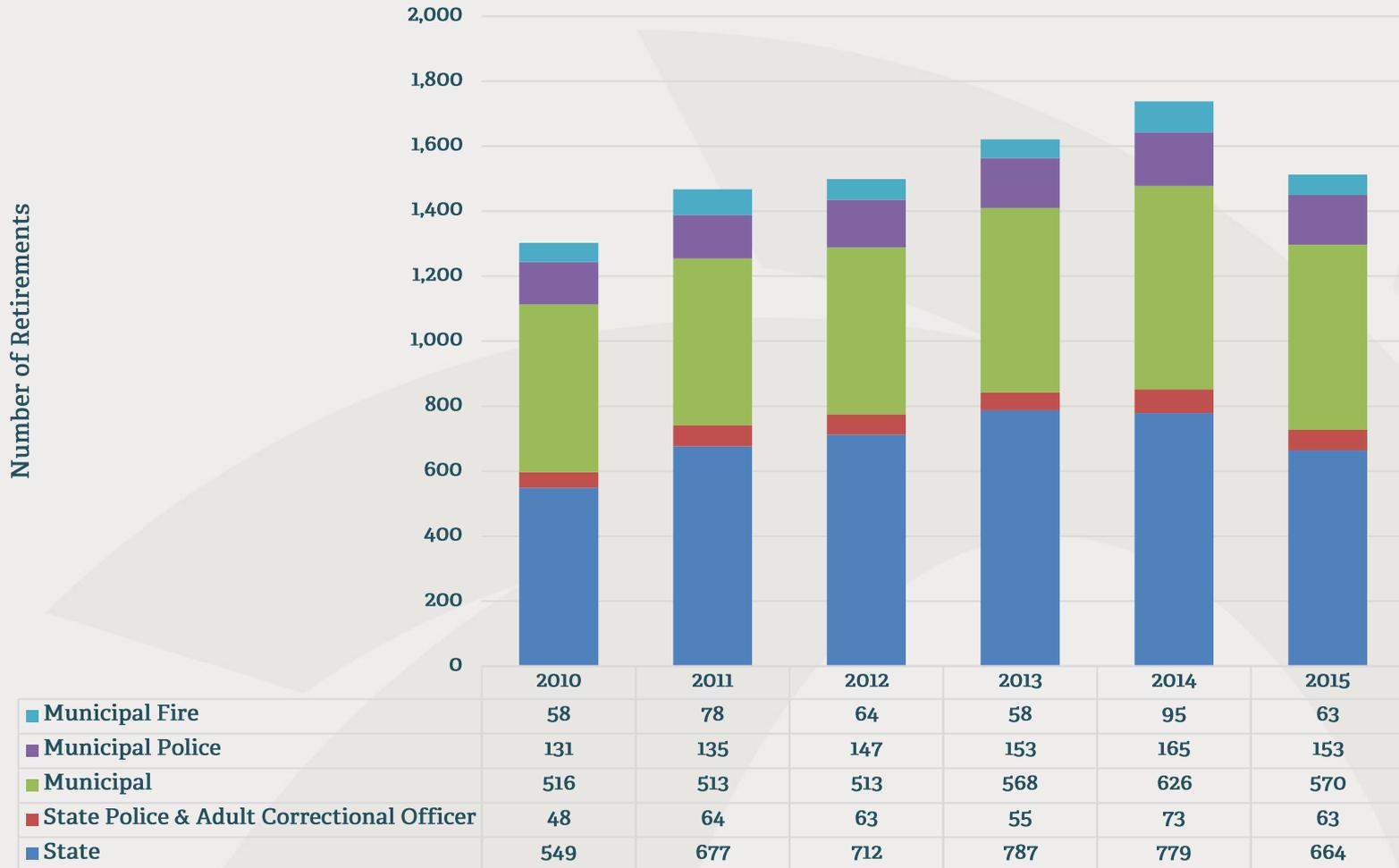
Comparison of Projected Funded Ratio of PERA
Results at 2015, 2023, 2033 and 2043 Labeled



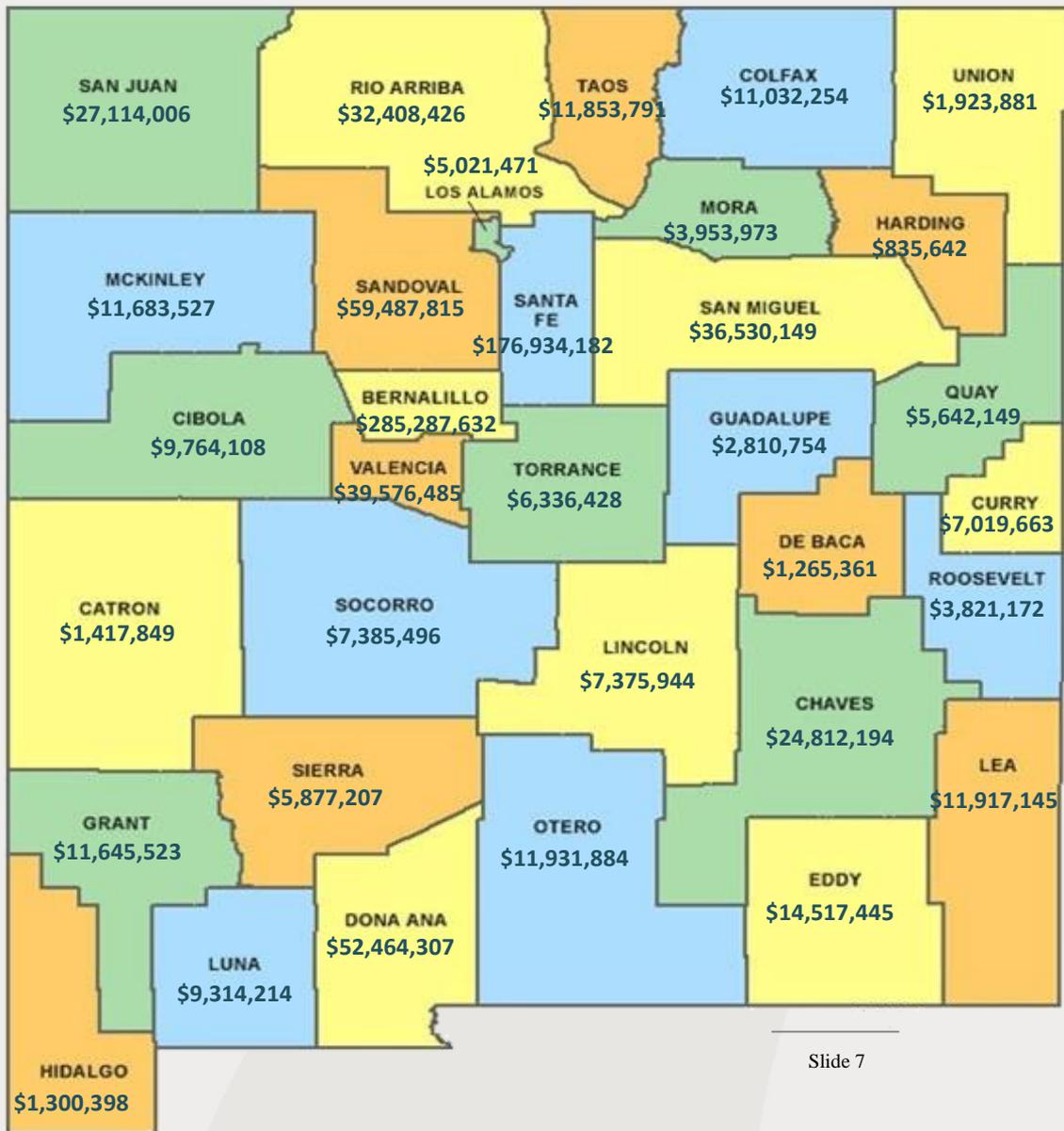
PERA at A Glance - FY 2015

	Avg Annual Pension - FY15	Avg Age at Retirement - FY15	Avg Service Credit - FY15	Avg Annual Pension - Total	Avg Age at Retirement - Total	Average Service Credit - Total
PERA Total	\$ 29,004	58.46	18.96	\$ 24,684	55.82	20.32
<i>State General</i>	\$ 27,672	60.11	18.01	\$ 23,424	57.32	20.36
<i>State Police/Corrections</i>	\$ 32,976	50.41	24.47	\$ 27,600	51.20	22.16
<i>Municipal General</i>	\$ 25,584	60.11	19.11	\$ 22,500	57.65	20.00
<i>Municipal Police</i>	\$ 40,752	49.09	20.09	\$ 33,132	47.59	20.26
<i>Municipal Fire</i>	\$ 49,944	50.36	21.49	\$ 33,612	47.82	20.81
Judicial	\$ 73,104	64.61	22.10	\$ 56,124	61.79	18.90
Magistrates	\$ 43,968	58.63	18.53	\$ 40,488	60.07	14.44
Legislative	\$ 13,740	70.01	14.73	\$ 7,236	65.40	16.12
VFF	\$ 1,824	63.39	15.59	\$ 1,716	60.89	15.92

Retirements by Type: FY10 – FY15

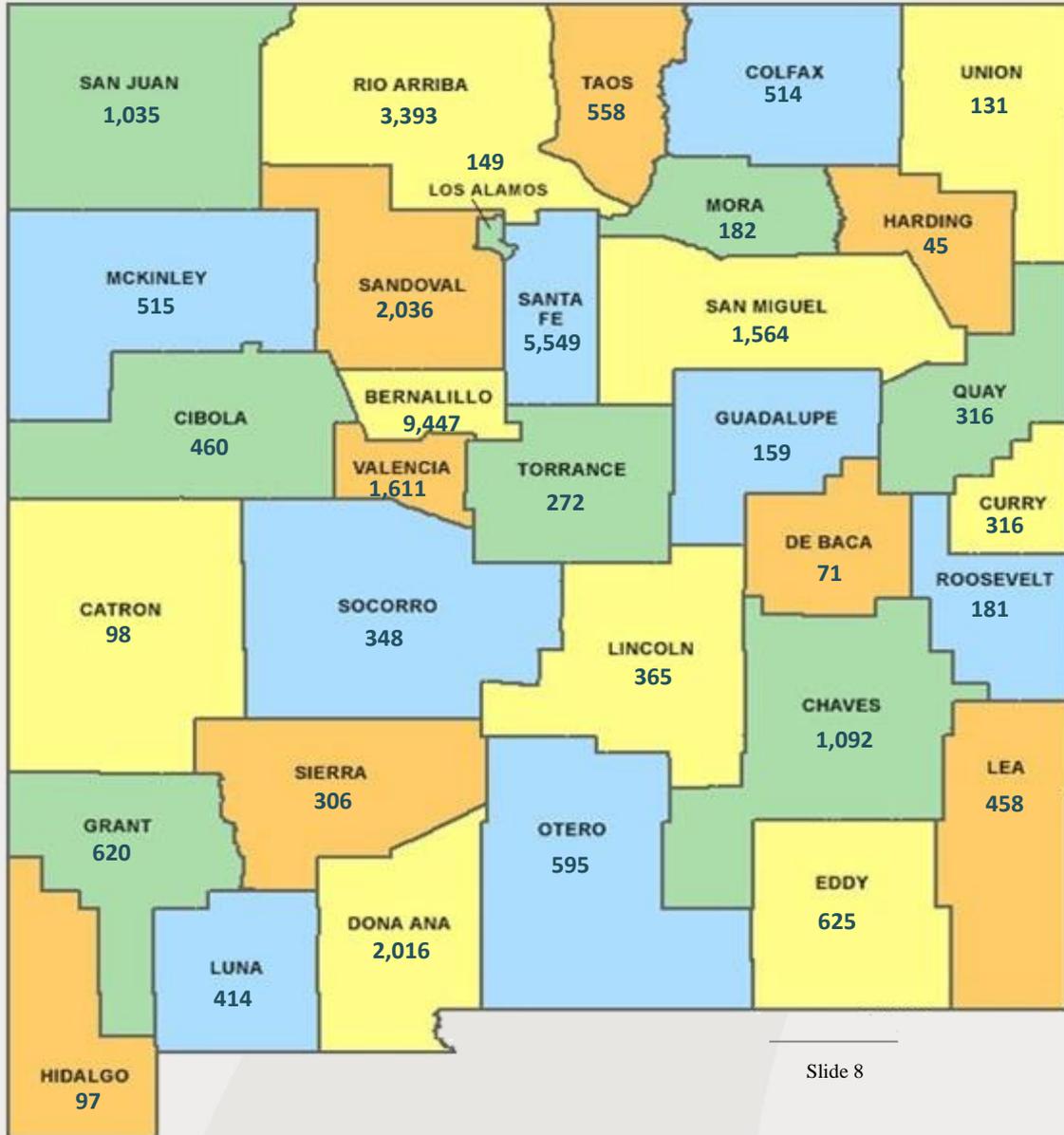


Benefit Payments Fiscal Year 2015



- Fiscal Year 2015 benefit payments totaled **\$975,052,950**
- **\$900,262,477** in benefit payments were paid to retired members that reside in NM
- **\$74,790,474** in benefit payments were paid to retired members that reside outside of NM
- **\$46,055,312** in refunded member contributions was also paid out in FY15
- **\$1,021,108,262** in total payments were made by PERA in FY15

Number of Benefit Payments Fiscal Year 2015



# of Retired Members as of 6/30/2015	36,784
# that reside in NM	33,391
# that reside outside of NM	3,393