

**Errata Sheet for the January 11, 2010 Report  
New Mexico Legislative Council Service Fiduciary Review of the  
Public Employees Retirement Association**

Item	Page #	Paragraph and Sentence	Current Language	Corrected Language
1	3	First bullet	- Presentation of the report – Refinements were made to the draft and this final report will be presented to the PERA Board, the LCS, and the BOF in January 2010.	- Presentation of the report – Refinements were made to the draft and this final report was presented to the PERA Board, the LCS, and the BOF in January 2010.
2	5	Paragraph 1, Sentence 5	...delegate to those with the appropriate expertise...	...prudently delegate to those with the appropriate expertise...
3	12	Chart Column 2, Row 18	Funding Policy – None existing	Funding Policy – ✓ Best practice
4	12	Chart Column 2, Row 20	Legislative Policy – None Existing	Legislative Policy – ✓ Best practice
5	22	Paragraph 3, Sentence 4	...fiduciaries obligations.	...fiduciary obligations.
6	30	Paragraph 2, Sentence 4	The effect of a single asset class is therefore moderated by the combination with others, and so the inclusion of particular types of investments or asset classes that by themselves are considered unattractive for reasons of volatility can find a reasonable place in a portfolio of other investments that not as well correlated.	The impact a single asset class can have on a total portfolio is moderated by the inclusion of others. Particular investments or asset classes that by themselves are quite volatile can find a reasonable place in a portfolio with uncorrelated investments.
7	44	Paragraph 1, Sentence 2	assert class	asset class
8	56	Chart Column 4, Row 2	NARIET	NAREIT
9	59	Footnote 78	New York State Teachers' Retirement System...	Omit New York State Teachers' Retirement System
10	67	Recommendation 33	Ensure the excess return target of 50 basis points is in-line with the tracking and active risk levels within the portfolio.	Ensure the excess return target of 50 basis points, as listed in the strategic plan, is inline with the tracking and active risk levels within the portfolio.
11	67	Recommendation 34	Update and improve the IPS as suggested in this report the assistance of the consultant.	Update and improve the IPS as suggested in this report with the assistance of the consultant.

12	68	Recommendation 35	Re-evaluate the allocation to underperforming active fixed income and equity managers.	Ensure allocations to active managers are supported by either a high level of confidence in the managers' ability to add value going forward or inefficiencies in the market.
13	68	Recommendation 40	Improve documentation of the selection and monitoring processes used by PERA.	Improve search reports so they include a detailed assessment of the managers' skill and the differences among the managers under consideration.
14	69	Heading	Listing of All Recommendations with Priorities	Listing of All Recommendations