

RESOLUTION NO. 20-12

**RESOLUTION CONCERNING INTEREST RATE AS APPLIED
TO UNREMITTED OR LATE MRA CONTRIBUTIONS**

WHEREAS, NMSA 1978, Section 10-12C-3 of the Magistrate Retirement Act requires each member's court to remit to PERA all member and employer contributions for MRA members in accordance with PERA procedures and schedules, and provides that PERA may assess interest on all contributions not timely received; and,

WHEREAS, MRA Rule 2.84.1200.8(C) NMAC provides that the rate of interest for unremitted contributions shall be set annually by the Board and shall be effective beginning the next succeeding January 1st;

NOW, THEREFORE, BE IT RESOLVED that the PERA Board hereby adopts the following:

- A. Interest on unremitted MRA contributions will be calculated from January 1, 1990 through the date of payment at the following rates:
- (1) From January 1, 1990 through December 31, 1990 at the State Treasurer's average overnight investment rate annualized as 8.0366%.
 - (2) From January 1, 1991 through December 31, 1991 at the combined annualized rate of 8.0778%.
 - (3) From January 1, 1992 through December 31, 1992 at the rate of 10.7%.
 - (4) From January 1, 1993 through December 31, 2001 at the rate of 12.3%.
 - (5) From January 1, 2002 through December 31, 2014 at the rate of 8.0%.
 - (6) From January 1, 2015 through December 31, 2016 at the rate of 7.75%.

- (7) From January 1, 2017 forward at the rate of 7.25%.
- B. The above interest rates shall be compounded annually and shall be applied to the outstanding balances due PERA for the Magistrate Retirement Fund.

PASSED, ADOPTED AND APPROVED THIS 30th DAY OF JULY, 2020.

RETIREMENT BOARD OF THE
PUBLIC EMPLOYEES RETIREMENT
ASSOCIATION OF NEW MEXICO

BY: 
John Melia, PERA Board Chair

ATTEST: 
Wayne Propst, Executive Director