

RESOLUTION
OF THE
TEACHERS' RETIREMENT BOARD

SUBJECT: Proposed 2024–25 Operating Budget Resolution

RESOLUTION NO. XX-XX

WHEREAS, Article XVI, Section 17 of the California Constitution gives the Teachers' Retirement Board plenary authority over the administration of the California State Teachers' Retirement System; and,

WHEREAS, [*Appendix III.1 of the Teachers' Retirement Board Governance Manual*](#) requires that the Operating Budget for CalSTRS be approved by the board; and,

WHEREAS, CalSTRS staff has proposed and recommends the fiscal year 2024–25 Operating Budget of \$611.0 million, including 1,401 authorized positions, to be allocated to the Teachers' Retirement Fund, Teachers' Deferred Compensation Fund, and Teachers' Health Benefits Fund as \$607.9 million, \$2.1 million, and \$1.0 million, including 1,390, eight, and three authorized positions, respectively; and,

WHEREAS, the annual Budget Act allows the board to authorize the availability of savings in the Teachers' Retirement Fund Support Appropriation for expenditure for two years after the fiscal year 2024–25 appropriation, of up to 3%, or \$10.5 million of that appropriation upon board approval; and,

WHEREAS, CalSTRS staff recommends authorization of additional budget authority for the fiscal year 2024–25 Operating Budget for the Teachers' Deferred Compensation Fund of up to 5%, or \$105.5 thousand, over the baseline Operating Budget, for unanticipated expenditures, subject to the availability of resources in the fund; and,

WHEREAS, CalSTRS staff requests the board's authorization, without further board action, to revise the 2024–25 Operating Budget for mandatory adjustments to statewide administrative expenditures, or as required by the Administration; and,

WHEREAS, CalSTRS staff has recommends extension of the encumbrance and liquidation periods for the existing Pension Solution Project budget appropriations, from June 30, 2025, and June 30, 2027, to June 30, 2027, and June 30, 2029, respectively; and,

WHEREAS, the board has reviewed and considered the written and oral presentations provided by staff in November 2023, in support of the recommendation that the fiscal year 2024–25 Operating Budget be approved; therefore, be it,

RESOLVED, by the Teachers' Retirement Board as follows:

1. The board hereby finds and declares that the foregoing recitals are true and correct.
2. The board hereby approves the fiscal year 2024–25 Operating Budget of \$611.0 million, including 1,401 authorized positions, to be allocated to the Teachers' Retirement Fund, Teachers' Deferred Compensation Fund, and Teachers' Health Benefits Fund as \$607.9 million, \$2.1 million, and \$1.0 million, including 1,390, eight, and three authorized positions, respectively; and be it further,
3. The board hereby authorizes the availability of savings in the Teachers' Retirement Fund Support Appropriation for expenditure for two years after the fiscal year 2024–25 appropriation of up to 3%, or \$10.5 million of that appropriation upon board approval; and be it further,
5. The board hereby authorizes additional budget authority for the fiscal year 2024–25 Operating Budget from the Teachers' Deferred Compensation Fund of up to 5%, or \$105.5 thousand, over the baseline Operating Budget, for unanticipated expenditures, subject to the availability of resources in the fund; and be it further,
6. The board hereby authorizes, without further board action, to revise the 2024–25 Operating Budget for mandatory adjustments to statewide administrative expenditures, or as required by the Administration; and be it further,
7. The board hereby authorizes the extension of the encumbrance and liquidation periods of the existing Pension Solution Project budget appropriations, from June 30, 2025, and June 30, 2027, to June 30, 2027, and June 30, 2029, respectively.

Adopted by:
Teachers' Retirement Board
On November 2, 2023

Cassandra Lichnock
Chief Executive Officer

Reviewed by:

Brian J. Bartow
General Counsel