



CALSTRS

Proposed 2025–26 Operating Budget overview

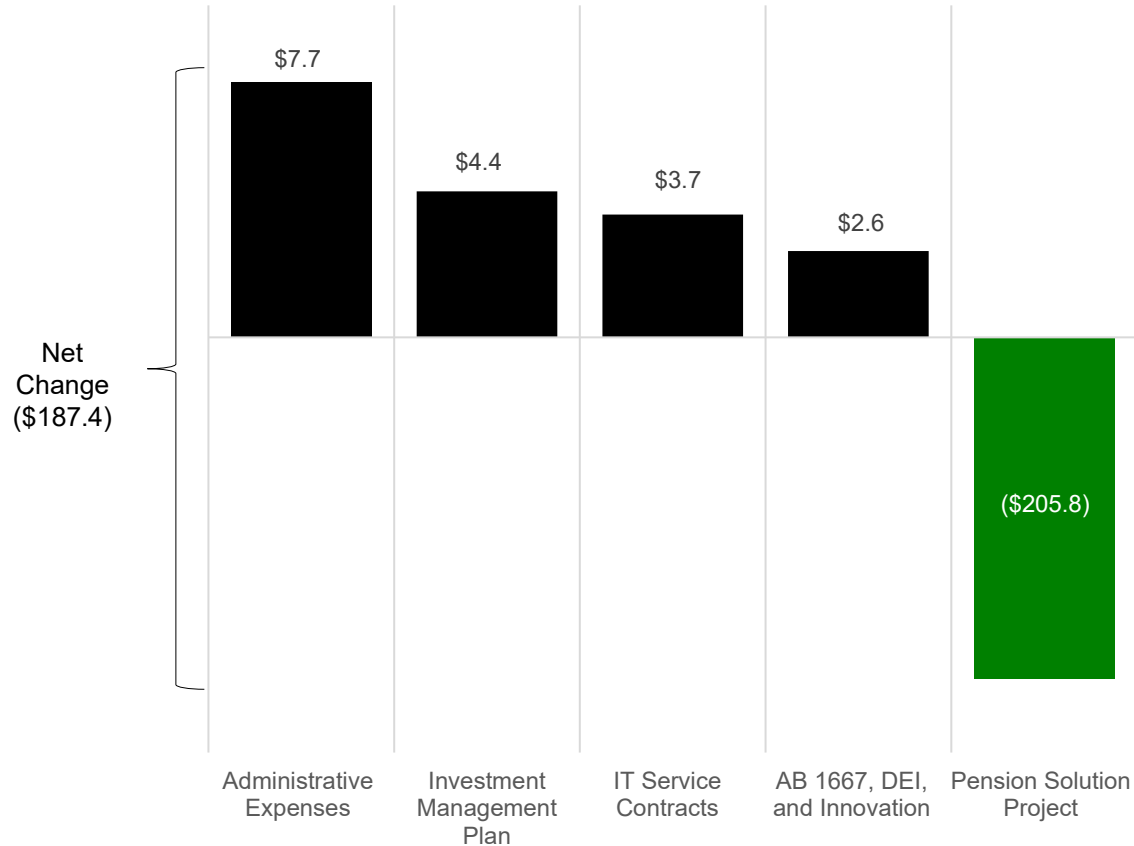
November 7, 2024



Proposed 2025–26 Operating Budget

Key Operating Budget changes

Total net decrease: (\$187.4) million



Administrative expenses – \$7.7 million

- Employee compensation
- Pro rata assessment

Investment Management Plan – \$4.4 million, 15 positions

- The fifth year of implementation to support the Collaborative Model

IT service contracts – \$3.7 million

- Security software
- SAP managed services
- Software M&O costs

AB 1667, DEI, and innovation – \$2.6 million, 15 positions

- 10 positions for AB 1667
- Three positions to support DEI
- Two positions to support Innovation

Pension Solution project – (\$205.8) million

- (\$205.8) million reversal of one-time funding approved for fiscal year 2024–25

Proposed 2025–26 Operating Budget

Operating Budget summary

(dollars in millions)

Budget category	Revised 2024–25	Proposed 2025–26	Amount change	Percent change
Total Operating Budget	\$608.5	\$421.1	(\$187.4)	(31%)
Authorized positions	1,401	1,431	30	2%

Operating Budget: \$421.1 million

- (\$187.4) million, or a 31% net decrease compared to 2024–25

Authorized positions: 1,431

- 30 new positions, or 2% compared to 2024–25
 - 15 positions requested as part of the 2025–26 Operating Budget
 - 15 positions previously approved for the Investment Management Plan