



Actuarial Valuation of the Defined Benefit Program as of June 30, 2020

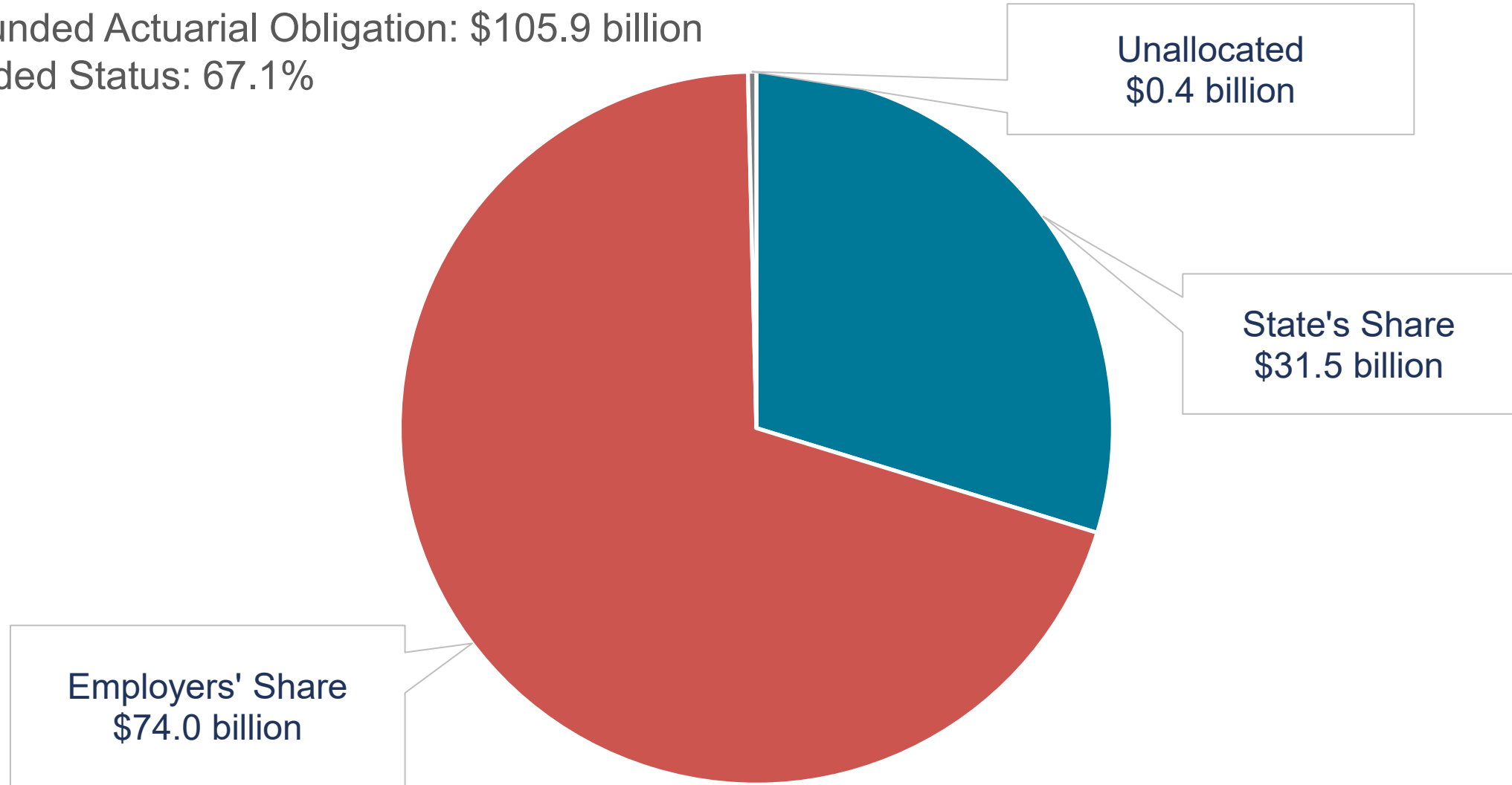
June 2021 Board Meeting



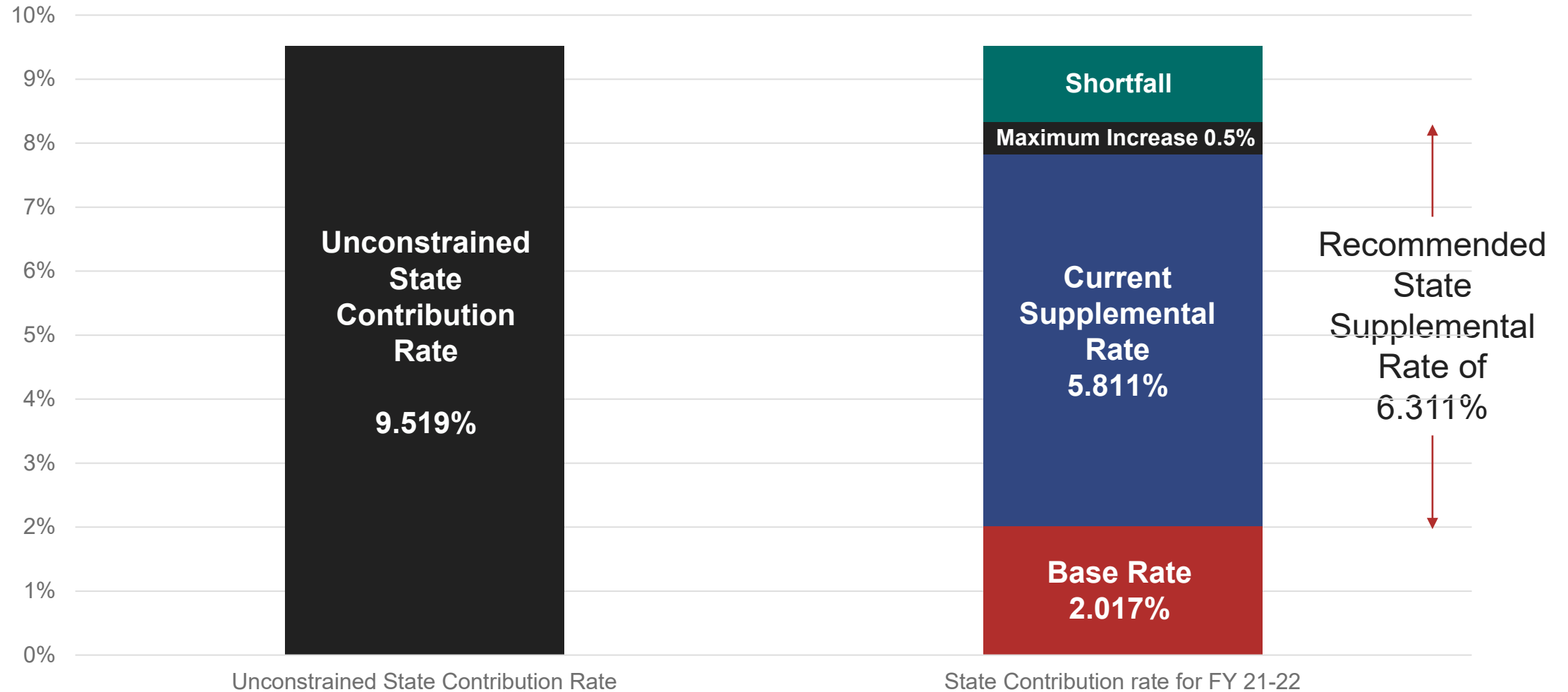
Breakdown of the Unfunded Actuarial Obligation

(Based on the June 30, 2020 Actuarial Valuation of the DB Program)

Unfunded Actuarial Obligation: \$105.9 billion
Funded Status: 67.1%

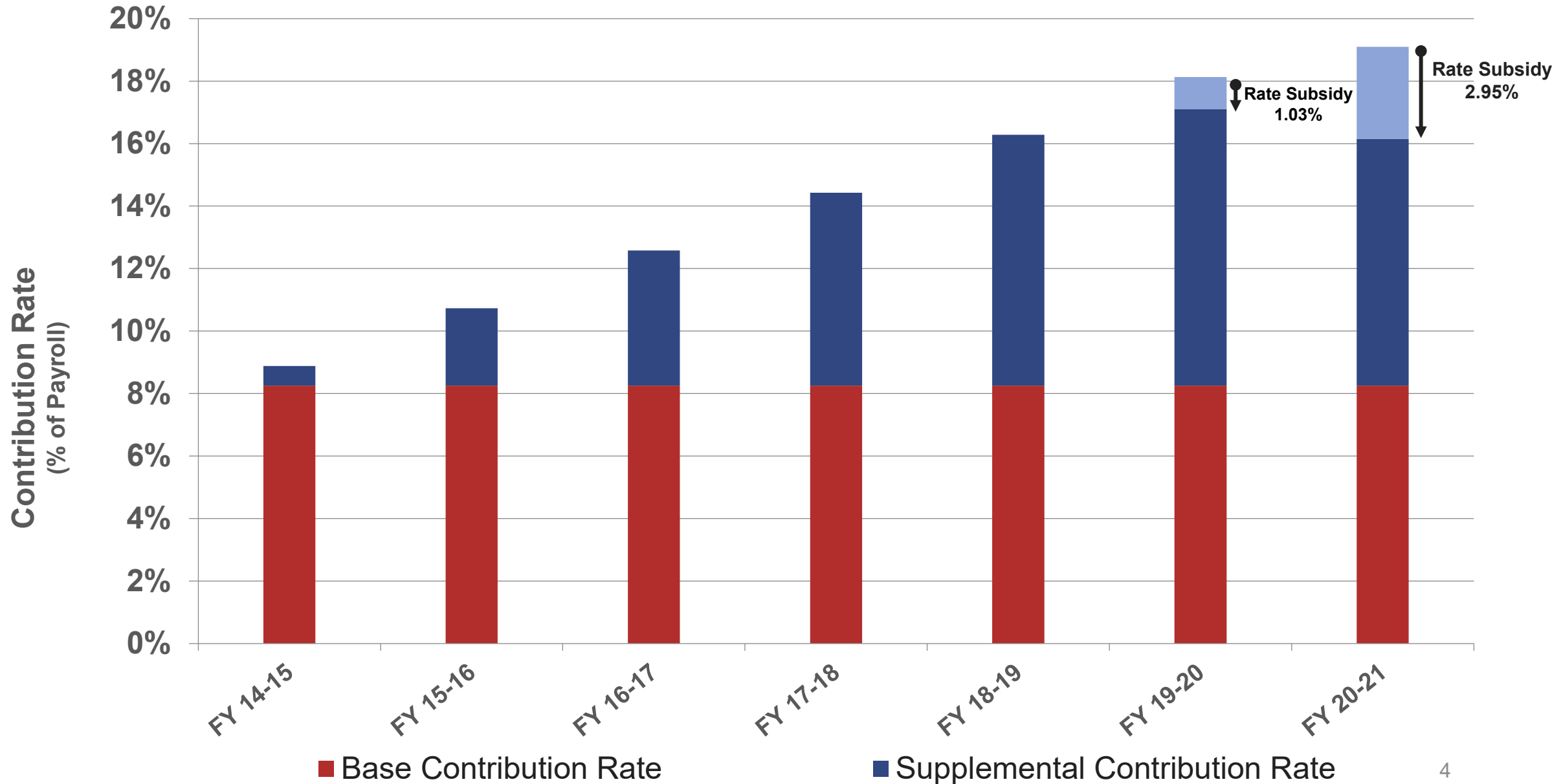


State Contribution Rate for FY 2021-22 (Defined Benefit Only)



* The state also contributes 2.5% of payroll to SBMA, CalSTRS inflation protection program.

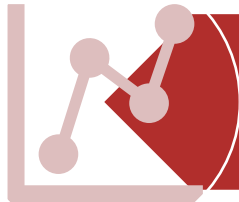
Past Employer Contribution Rates



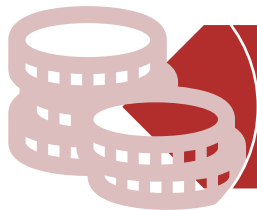
Employer Contribution Rate for FY 2021-22



Set by the board



Maximum adjustment of 1% of payroll

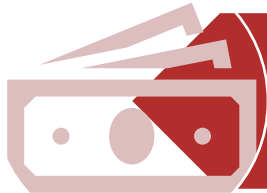


Rate subsidy of 2.18% for FY 2021-22

Recent Events to Consider



Increase in Retirements

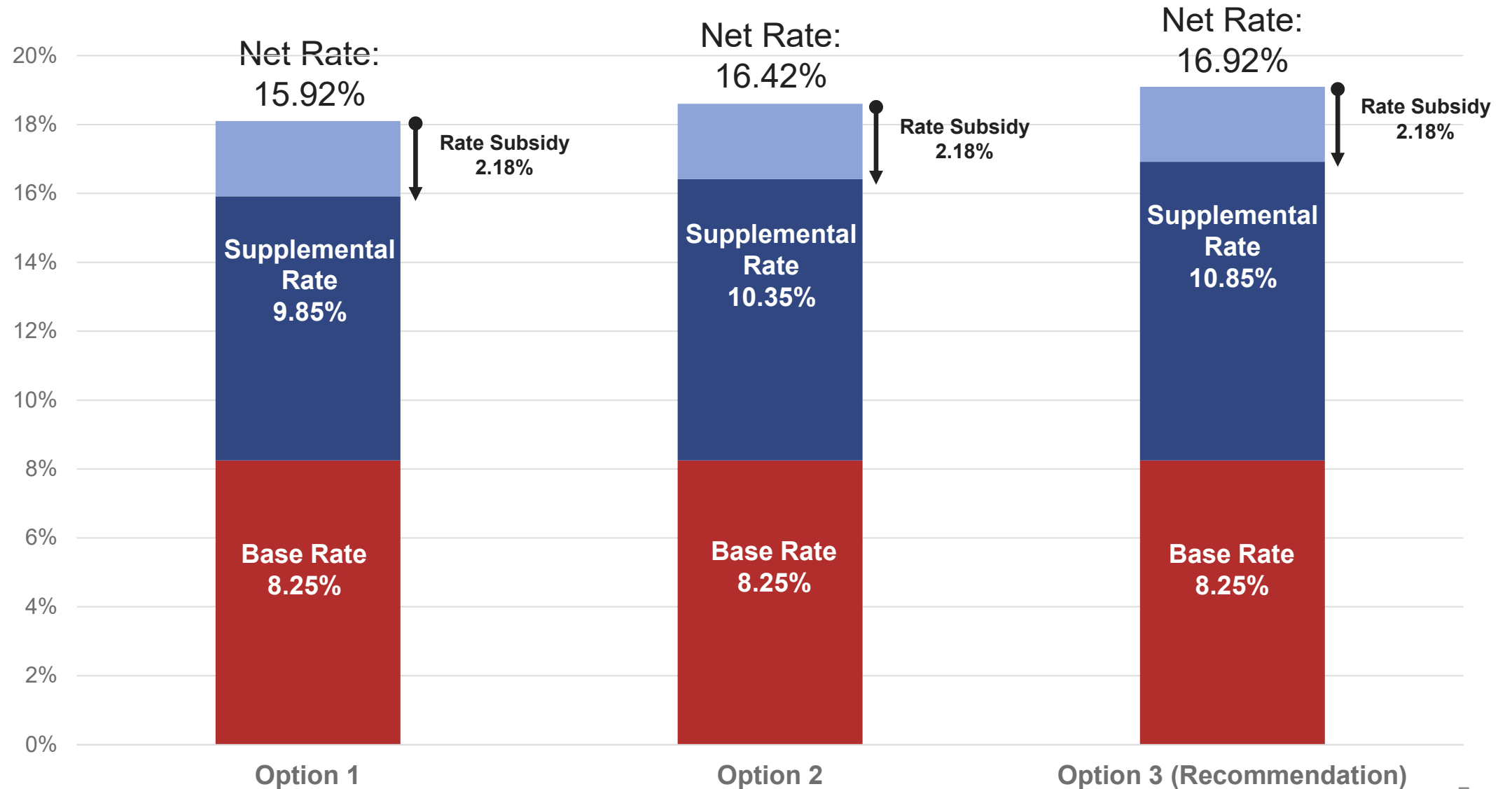


Flat/Declining Teacher Payroll



Year-to-Date Investment Return

Employer Contribution Rate for FY 2021-22



Member Contribution Rates

2% at 60 Members

Set in Statute

Current Rate:
10.25%

2% at 62 Members

Based on Normal Cost Rate
Adopted by the Board

$\frac{1}{2}$ of Normal Cost Rate
+1.205%

Current rate: 10.205%

Recommendation for Board Adoption

	Effective July 1, 2021
State Supplemental Contribution Rate	6.311%
Employer Supplemental Contribution Rate	10.850%
Normal Cost for 2% at 62 Members	18.086%