



California State Teachers'
Retirement System
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February 22, 2012

Ms. Diane Boyer-Vine
Legislative Counsel
Office of Legislative Counsel
State Capitol, Room 3021
Sacramento, CA 95814

Re: CalSTRS Return on Investments and Payroll Subject to System

Dear Ms. Boyer-Vine:

Pursuant to section 22218.5 of the Education Code, the California State Teachers' Retirement System (CalSTRS) is required to report annually to the fiscal committees of the Legislature and to the Department of Finance the return on investments and teachers' actual payroll "subject to the system" for the prior fiscal year.

In the Basic Financial Statements for the fiscal year ended June 30, 2011, CalSTRS investment portfolio increased by \$25.5 billion in value from \$129.8 billion as of June 30, 2010, to \$155.3 billion as of June 30, 2011, resulting in a 23 percent annual return. You may view additional information on CalSTRS investment performance and portfolio in CalSTRS Comprehensive Annual Financial Report (CAFR), available online at

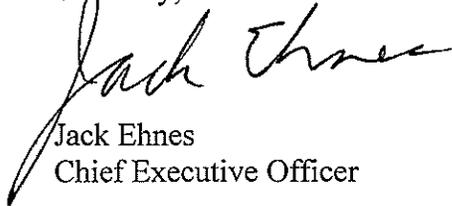
http://www.calstrs.com/Help/forms_publications/printed/CurrentCAFR/cafr.aspx.

The actual amount of teachers' payroll for the fiscal year ended June 30, 2011, is \$27,436,975,920.99.¹ This amount includes both teachers' payroll reported under the Defined Benefit and the Defined Benefit Supplement programs. This report is available under the Legislative, Legal section of the CalSTRS Publications Web site at http://www.calstrs.com/Help/forms_publications/pubs.aspx#LL.

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If you have any questions, or need additional information, please contact CalSTRS
Receivables and Collections Manager, Candy Murray, at (916) 414-4391. For a
printed copy of this report, please contact Joycelyn Martinez-Wade at (916) 414-1994.

Sincerely,



Jack Ehnes
Chief Executive Officer

Attachment

¹ On or before April 15, 2012, CalSTRS may revise the 2010/2011 fiscal year teachers' payroll amount to reflect updated employer reports pursuant to Section 22955.5(c) of the Education Code.

**Annual Update breakdown for Payroll Subject to the System
FY 2010/2011**

Report Source Name	Total Payroll reported in 2010/2011	Total DB Payroll earned and reported in FY10/11	Total DBS Payroll earned and reported in FY10/11	Total DB Payroll earned in PY and reported in FY10/11	Total DBS Payroll earned in PY and reported in FY10/11
Alameda COE	985,666,836.27	951,374,578.23	28,866,784.82	2,875,010.48	2,550,462.74
Alpine COE	991,976.21	991,478.73	497.48	(27.02)	27.02
Amador COE	15,274,507.71	14,760,630.47	440,507.12	6,638.68	66,731.44
Butte COE	146,909,198.96	142,381,516.47	3,964,862.96	351,163.96	211,655.57
Calaveras COE	24,284,190.24	23,851,962.11	376,523.17	21,259.44	34,445.52
Colusa COE	19,417,445.84	18,745,524.90	620,216.93	28,954.16	22,749.85
Contra Costa COE	696,289,105.77	668,961,010.91	26,403,327.20	681,125.22	243,642.44
Del Norte COE	16,988,412.38	16,162,353.88	825,251.18	(502.01)	1,309.33
El Dorado COE	117,589,702.32	115,806,696.32	2,446,316.58	(694,513.96)	31,203.38
Fresno COE	843,095,370.44	809,581,576.33	30,879,911.82	561,359.28	2,072,523.01
Glenn COE	23,971,025.50	23,338,985.19	530,907.98	49,653.43	51,478.90
Humboldt COE	83,970,718.66	82,205,303.96	1,678,713.85	33,596.24	53,104.61
Imperial COE	163,549,857.38	155,317,733.86	7,681,063.10	222,110.43	328,949.99
Inyo COE	16,485,698.34	16,174,556.14	274,666.05	23,696.70	12,779.45
Kern COE	710,528,746.91	669,991,105.70	33,171,135.04	1,230,315.62	6,136,190.55
Kings COE	105,689,243.85	104,356,378.96	2,682,381.75	(1,376,953.97)	27,437.11
Lake COE	32,108,204.38	31,219,462.27	871,300.08	10,761.83	6,680.20
Lassen COE	22,619,021.15	21,341,318.83	1,077,270.10	137,678.15	62,754.07
LA COE	3,960,602,495.28	3,758,867,502.38	184,157,793.22	11,636,428.94	5,940,770.74
Long Beach USD	357,791,692.60	347,050,860.59	9,298,173.89	1,075,251.30	367,406.82
Madera COE	108,876,674.12	105,603,257.89	2,880,849.63	107,013.93	285,552.67
Marin COE	170,736,555.21	165,669,857.94	3,975,781.59	763,993.60	326,922.08
Mariposa COE	8,806,625.95	8,633,812.47	172,563.48	250.00	0.00
Mendocino COE	57,419,398.45	55,364,751.46	1,977,995.20	48,494.26	28,157.53
Merced COE	241,880,396.77	233,556,220.69	7,161,300.06	154,950.09	1,007,925.93
Modoc COE	8,377,441.72	8,223,475.96	164,453.13	14,375.35	(24,862.72)
Mono COE	9,287,150.42	9,148,535.97	131,777.29	6,815.10	22.06
Monterey COE	307,450,702.29	295,882,867.37	11,198,504.73	225,186.07	144,144.12
Napa COE	101,735,850.35	99,316,248.65	2,578,756.90	(163,944.46)	4,789.26
Nevada COE	48,523,514.09	47,279,342.69	1,206,579.83	15,737.98	21,853.59
Orange COE	2,216,278,419.48	2,118,755,919.10	90,968,898.72	3,764,293.16	2,789,308.50
Placer COE	289,600,378.02	280,904,622.77	8,431,318.22	(3,685.23)	268,122.26
Plumas COE	13,100,533.63	12,674,959.81	414,414.61	4,179.71	6,979.50
Riverside COE	1,697,120,743.00	1,631,753,903.23	63,559,733.83	97,811.90	1,709,294.04
Sacramento COE	1,045,531,800.58	1,007,774,185.56	30,314,261.58	3,872,920.15	3,570,433.29
San Benito COE	39,281,645.65	38,170,742.29	1,059,256.72	30,877.82	20,768.82
San Bernardino COE	1,644,092,581.47	1,582,158,690.36	53,572,120.03	4,117,594.28	4,244,176.80
San Diego COE	2,258,365,426.44	2,173,683,015.77	79,402,763.64	781,513.18	4,498,133.85
San Francisco COE	288,704,267.95	280,060,083.61	8,280,158.08	299,258.61	64,767.65
San Joaquin COE	521,841,191.09	502,627,133.87	18,335,418.50	436,050.90	442,587.82
San Luis Obispo COE	161,474,130.18	155,508,091.74	5,244,271.10	401,327.56	320,439.78
San Mateo COE	448,661,222.01	433,260,393.37	12,692,948.26	1,162,356.91	1,545,523.47
Santa Barbara COE	330,523,078.91	317,865,366.42	11,857,825.69	(601,433.17)	1,401,319.97
Santa Clara COE	1,289,421,517.75	1,242,718,658.61	43,674,876.82	1,565,361.16	1,462,621.16
Santa Cruz COE	169,839,516.31	162,536,363.55	5,870,237.95	475,327.26	957,587.55
Shasta COE	118,109,034.95	113,376,771.88	4,362,058.07	143,553.20	226,651.80
Sierra COE	2,155,310.26	2,100,383.29	54,926.97	0.00	0.00
Siskiyou COE	31,055,297.16	29,716,095.21	1,294,402.18	(4,598.14)	49,397.91
Solano COE	253,825,209.99	243,179,477.57	8,204,393.58	765,379.72	1,675,959.12
Sonoma COE	307,623,126.38	299,707,237.38	7,764,473.39	9,571.13	141,844.48
Stanislaus COE	462,152,566.85	446,279,513.51	13,698,594.19	1,281,071.40	893,387.75
Sutter COE	70,763,293.95	68,175,695.52	2,567,485.64	52,798.72	(32,685.93)
Tehama COE	41,580,774.31	40,240,306.41	1,178,128.83	86,513.59	75,825.48
Trinity COE	7,303,433.78	7,218,622.80	84,310.98	434.56	65.44
Tulare COE	392,798,891.73	377,439,963.68	14,787,863.65	72,661.22	498,403.18
Tuolumne COE	25,665,655.35	25,150,543.73	515,816.11	(1,423.69)	719.20
Ventura COE	579,082,919.65	554,761,379.98	22,601,703.44	217,119.87	1,502,716.36
Yolo COE	115,122,952.37	111,577,636.97	2,782,549.67	335,019.40	427,746.33
Yuba COE	71,872,744.37	67,623,576.38	3,947,938.71	211,973.61	89,255.67
State Agencies	7,043,817.74	6,036,053.62	43,877.61	940,443.33	23,443.18
LAUSD	2,846,530,009.97	2,663,434,292.51	173,075,539.19	6,680,966.43	3,339,211.84
LACCD	192,335,769.73	162,319,977.33	28,333,450.43	1,196,897.22	485,444.75
SFCC	91,200,900.42	84,337,894.46	6,679,109.30	198,550.05	(14,653.39)
Total	27,436,975,920.99	26,244,286,459.61	1,093,351,291.85	46,636,564.64	52,701,604.89

Of the \$27,436,975,920.99 reported teachers' payroll for FY10/11; \$2,470,122,038.74 is from community colleges. Out of the \$2,470,122,038.74, \$2,168,301,890.45 is the total community colleges - DB payroll earned and reported in FY10/11.

DB - Defined Benefit
DBS - Defined Benefit Supplemental
PY - Prior Year