

## CalSTRS Estimated Employer Contribution Rates

Based on June 10, 2019, actions of the Budget Conference Committee, California State Teachers' Retirement System (CalSTRS) is now estimating the following employer contribution rates, compared to the rates currently in statute:

	Employer Contribution Rate	
	Current Statutory Rates	With Additional Payment Adopted by Budget Conference Committee
2019-20	18.13%	17.10%
2020-21	19.10%	18.40%
2021-22 through 2045-46*	18.40%	18.10%
*Beginning in 2021-22, the CalSTRS Board has authority to increase and decrease employer contribution rates within certain boundaries in order to fully exhaust the CalSTRS unfunded liability by 2045-46. This rate is subject to change.		

While trailer bills are not yet available, CalSTRS expects the trailer bill language to say the state will cover 1.03% of the CalSTRS rate for employers in 2019-20 and 0.7% in 2020-21. Total savings for employers through 2046 are now expected to be approximately \$5 billion based on this action.

This is less of a rate reduction than Governor Gavin Newsom proposed at the May Revision, but the Budget Conference Committee compromise provides California Public Employees' Retirement System employer contribution rate relief for schools and community college districts as well. We will provide those estimated rates as they become available.