

RESOLUTION  
OF THE  
TEACHERS' RETIREMENT BOARD

SUBJECT: Proposed 2025–26 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 2025–26 Operating Budget of \$421.1 million, including 1,431 authorized positions, to be allocated to the Teachers' Retirement Fund, Teachers' Deferred Compensation Fund, and Teachers' Health Benefits Fund as \$418.1 million, \$2.1 million, and \$944 thousand, including 1,421, eight, and two 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 2025–26 appropriation, of up to 3%, or \$10.9 million of that appropriation upon board approval; and,

WHEREAS, CalSTRS staff recommends authorization of additional budget authority for the fiscal year 2025–26 Operating Budget for the Teachers' Deferred Compensation Fund of up to 5%, or \$105.6 thousand, over the baseline Operating Budget, subject to the availability of resources in the fund to support expansion of the program and/or for unanticipated expenditures; and,

WHEREAS, CalSTRS staff requests the board's authorization, without further board action, to revise the 2025–26 Operating Budget for adjustments to statewide administrative expenditures, or as required by the Administration; and,

WHEREAS, the board has reviewed and considered the written and oral presentations provided by staff in November 2024, in support of the recommendation that the fiscal year 2025–26 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 2025–26 Operating Budget of \$421.1 million, including 1,431 authorized positions, to be allocated to the Teachers' Retirement Fund, Teachers' Deferred Compensation Fund, and Teachers' Health Benefits Fund as \$418.1 million, \$2.1 million, and \$944 thousand, including 1,421, eight, and two 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 2025–26 appropriation of up to 3%, or \$10.9 million of that appropriation upon board approval; and be it further,
5. The board hereby authorizes additional budget authority for the fiscal year 2025–26 Operating Budget from the Teachers' Deferred Compensation Fund of up to 5%, or \$105.6 thousand, over the baseline Operating Budget, subject to the availability of resources in the fund to support expansion of the program and/or for unanticipated expenditures; and be it further,
6. The board hereby authorizes, without further board action, to revise the 2025–26 Operating Budget for adjustments to statewide administrative expenditures, or as required by the Administration.

Adopted by:  
Teachers' Retirement Board  
on November 7, 2024

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Cassandra Lichnock  
Chief Executive Officer

Reviewed by:

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Brian J. Bartow  
General Counsel