

Actuarial Projection for the Supplemental Benefit Maintenance Account

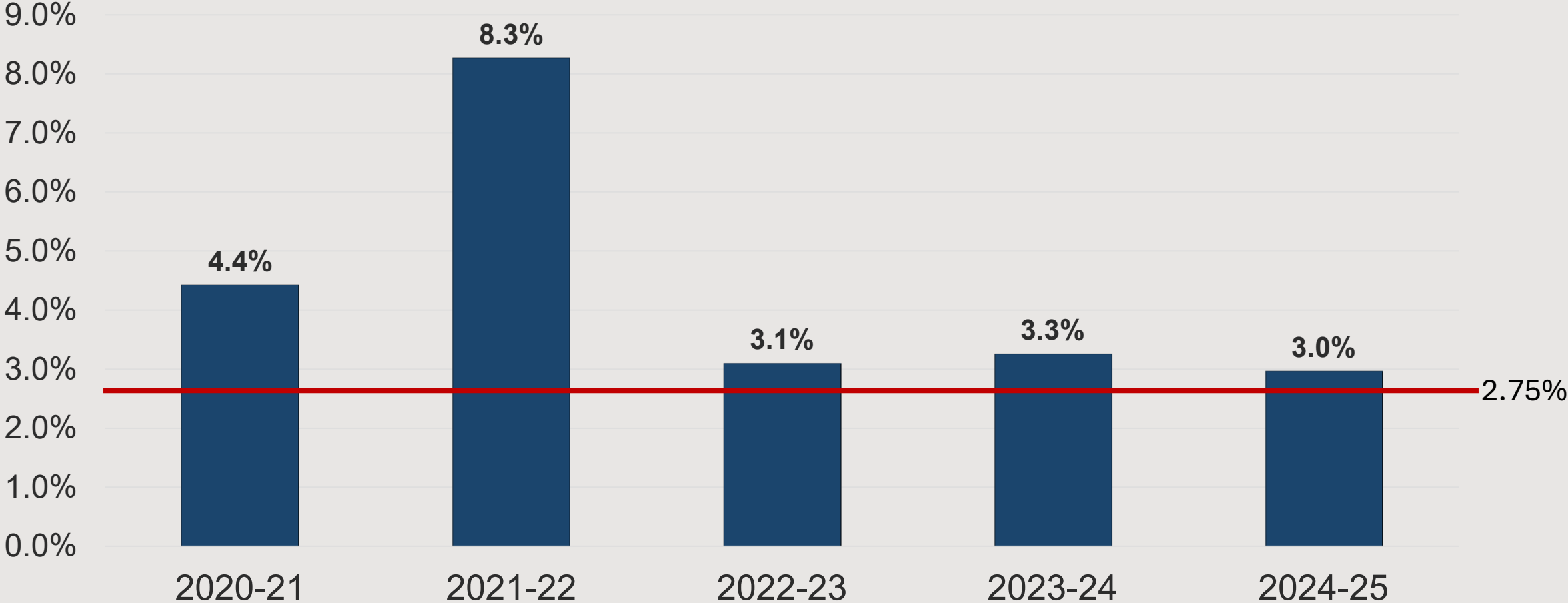
May 2026 Board Meeting

CALSTRS

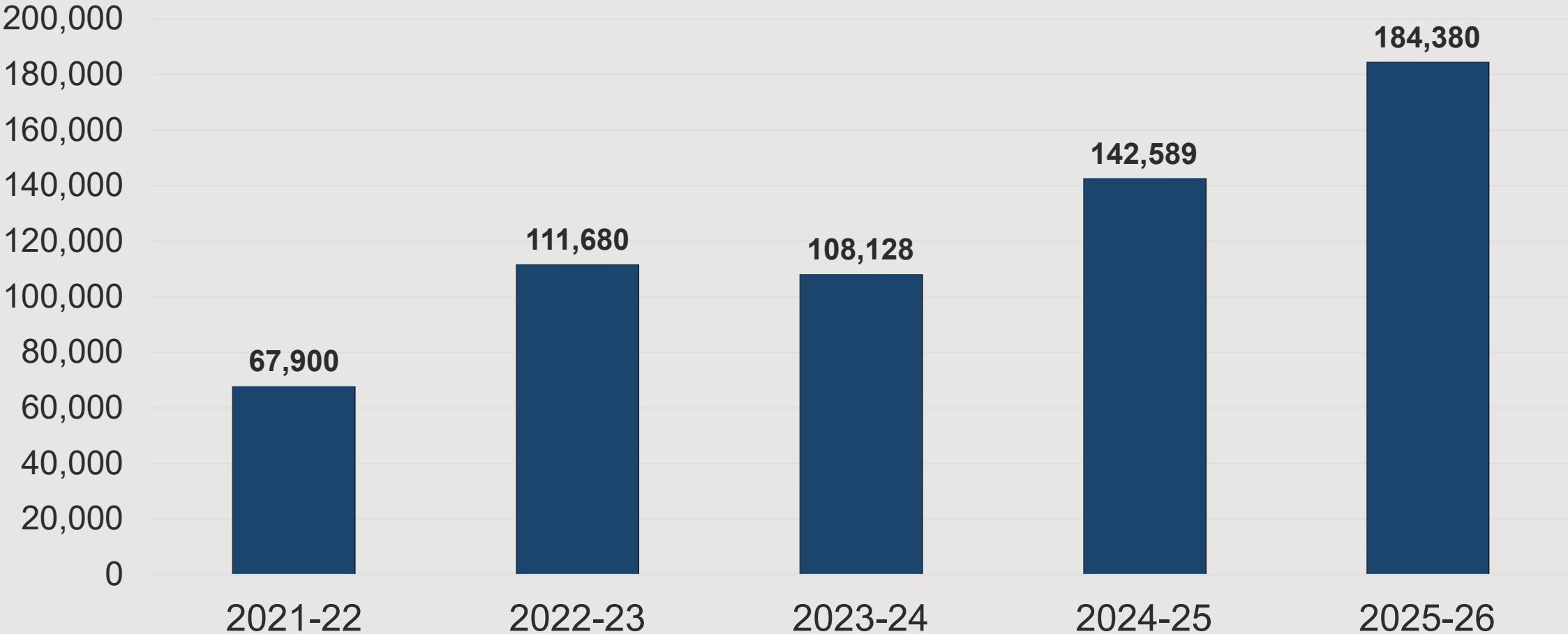


Inflation in California in the last five years

(Long-term inflation assumption is 2.75%)



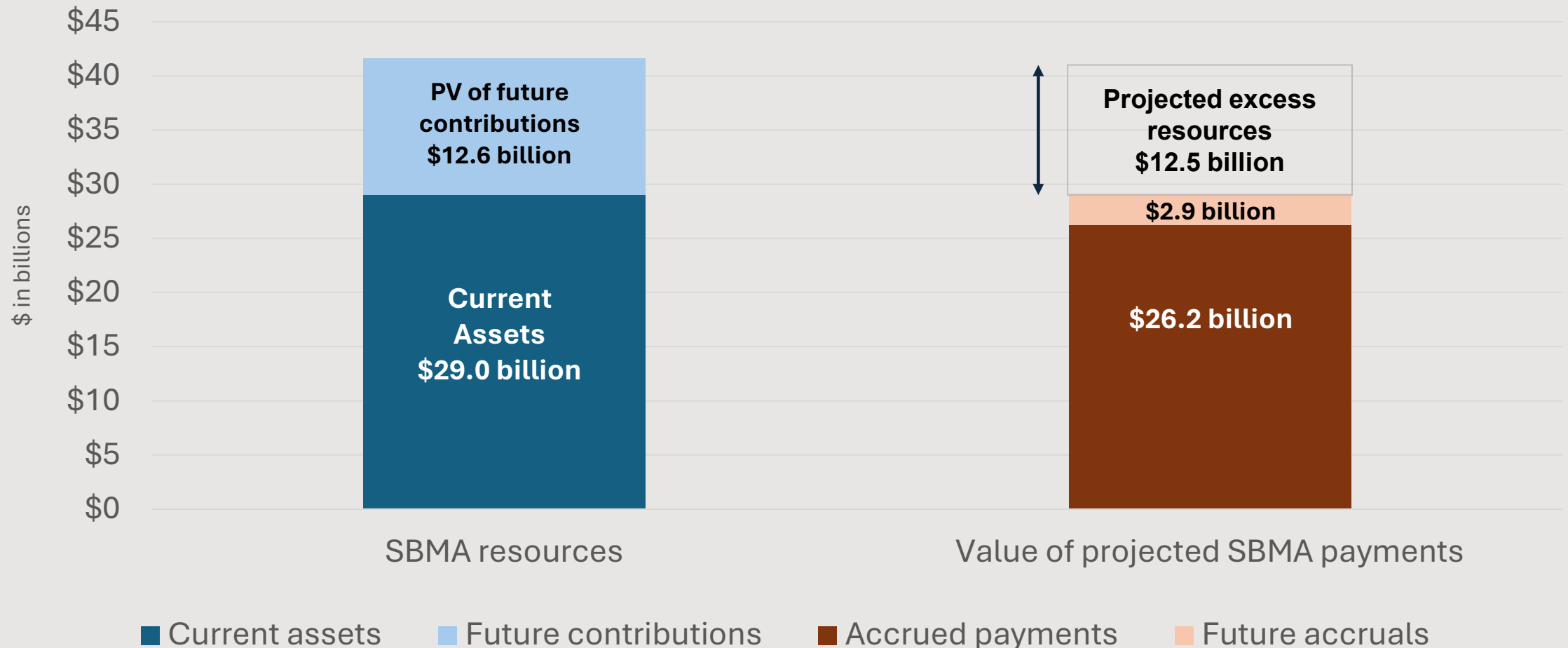
Increasing number of SBMA recipients



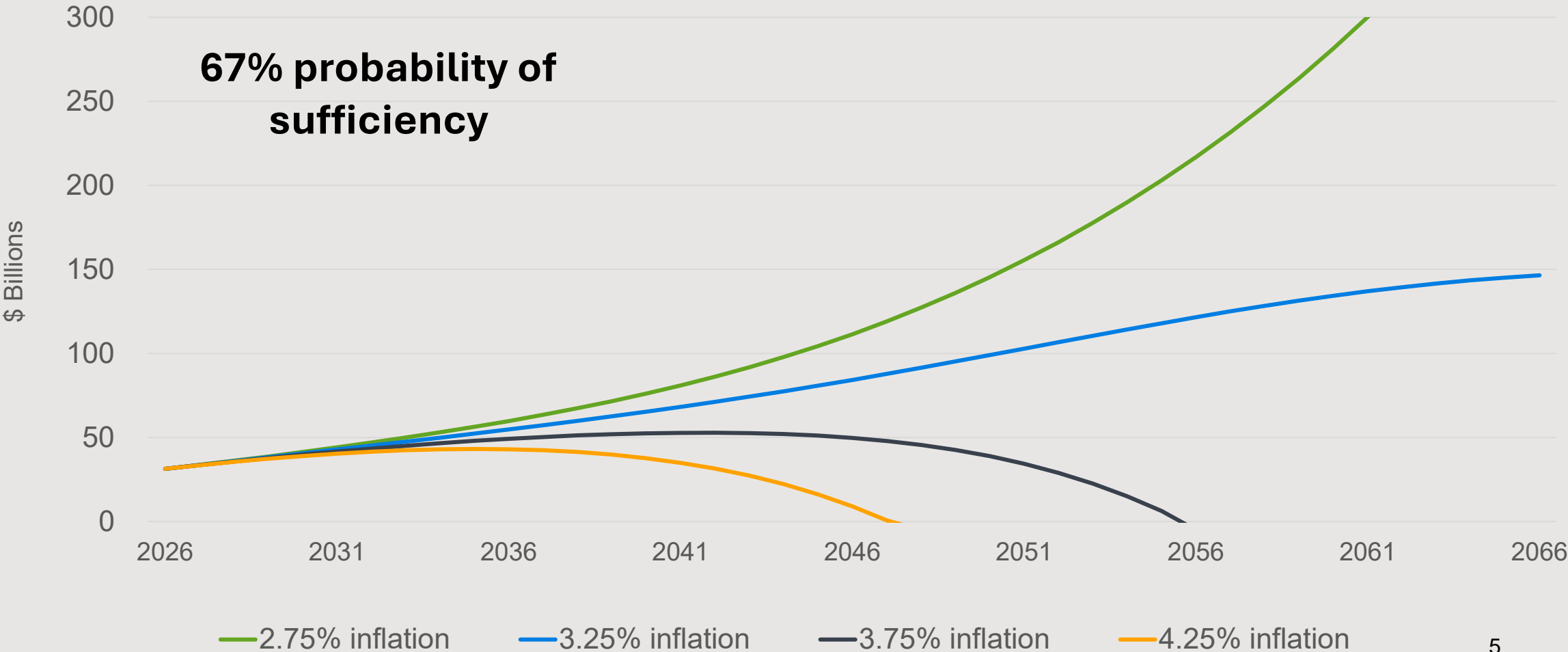
Comparison of SBMA resources to future payments

85% purchasing power and 2.75% inflation

(Current members only)



Inflation risk – Impact on SBMA



Recommendation for board adoption

Maintain the purchasing power protection percentage at 85%.



Questions?