



Offsite meeting

Item number 12 – Open session

Subject: Strategic Budget Considerations

Presenter(s): Julie Underwood and Scott Chan

Item type: Information

Date and time: July 21, 2026– 50 minutes

Attachment(s): None

PowerPoint presentation(s): Strategic Budget Considerations

Item purpose

This item provides the Teachers' Retirement Board with an overview of the CalSTRS budget structure and framework, including funding sources, budget governance, and the annual budget cycle. The presentation also provides a retrospective view of CalSTRS' growth and key accomplishments over the past decade, along with a preliminary look at notable upcoming budget requests for the 2027–28 fiscal year and beyond.

Staff will continue developing the full 2027–28 budget for the Board's review and approval in September, and again in November if necessary.

Additional details are provided in the accompanying PowerPoint presentation.

Strategic Plan linkage: The anticipated budget requests for the 2027–28 fiscal year included resources required for the execution of the [CalSTRS 2025–28 Strategic Plan](#).

Board Policy linkage: Pursuant to [Appendix III.1 of the Teachers' Retirement Board Governance Manual](#), board members must ensure that only reasonable and necessary expenses are incurred in the governance and management of the system.

Optional reference material:

[CalSTRS' annual budget video](#)

