



Review of CalSTRS basic financial statements

June 30, 2026



Financial reporting process overview



Year round, organization wide effort



Strong internal controls ensure accuracy and completeness



Ongoing review of accounting guidance and legislative changes



Audited financial statements



Additional reports prepared for State Controller's Office



Coordinated year-round process and strong controls deliver complete, accurate and transparent financial statements.

BenefitConnect implementation



BenefitConnect
went live in
September 2025



Significant
impact on
accounting
processes



Accuracy and
completeness
of pension-related
financial data



New controls
and reconciliations



Strong processes and internal controls deliver
accurate, complete, and transparent financial reporting.

New accounting standards applicable in 2025–26

GASB Statement No. 103

Financial
Reporting Model
Improvements

GASB Statement No. 104

Disclosure of
Certain Capital
Assets

2025–26 Highlights of the State Teachers' Retirement Plan



STRP net position was
\$419.7 billion as of June 30, 2026.



Increase of **\$49.5 billion** from the prior year
driven by net investment income of **\$52.1 billion**



STRP's money-weighted investment return
for fiscal year 2025–26 was **14.1%**.

2025–26 Highlights of the State Teachers' Retirement Plan (continued)

Financial statement summary

(Dollars in billions)

		6/30/2026	6/30/2025	\$ Change	% Change
	Net investment assets	\$480.2	\$414.6	↑ \$65.6	15.8%
	Net investment income	\$52.1	\$31.6	↑ \$20.5	64.9%
	Member, employer, and state contributions	\$18.5	\$17.9	↑ \$0.6	3.4%
	Benefit payments and refunds	\$20.8	\$20.1	↑ \$0.7	3.5%
	Net pension liability of the STRP	\$32.5	\$63.7	↓ (\$31.2)	(49.0%)

Looking toward fiscal year 2026–27



New accounting standards



New transactions