SBMA update

November 2026

CALSTRS

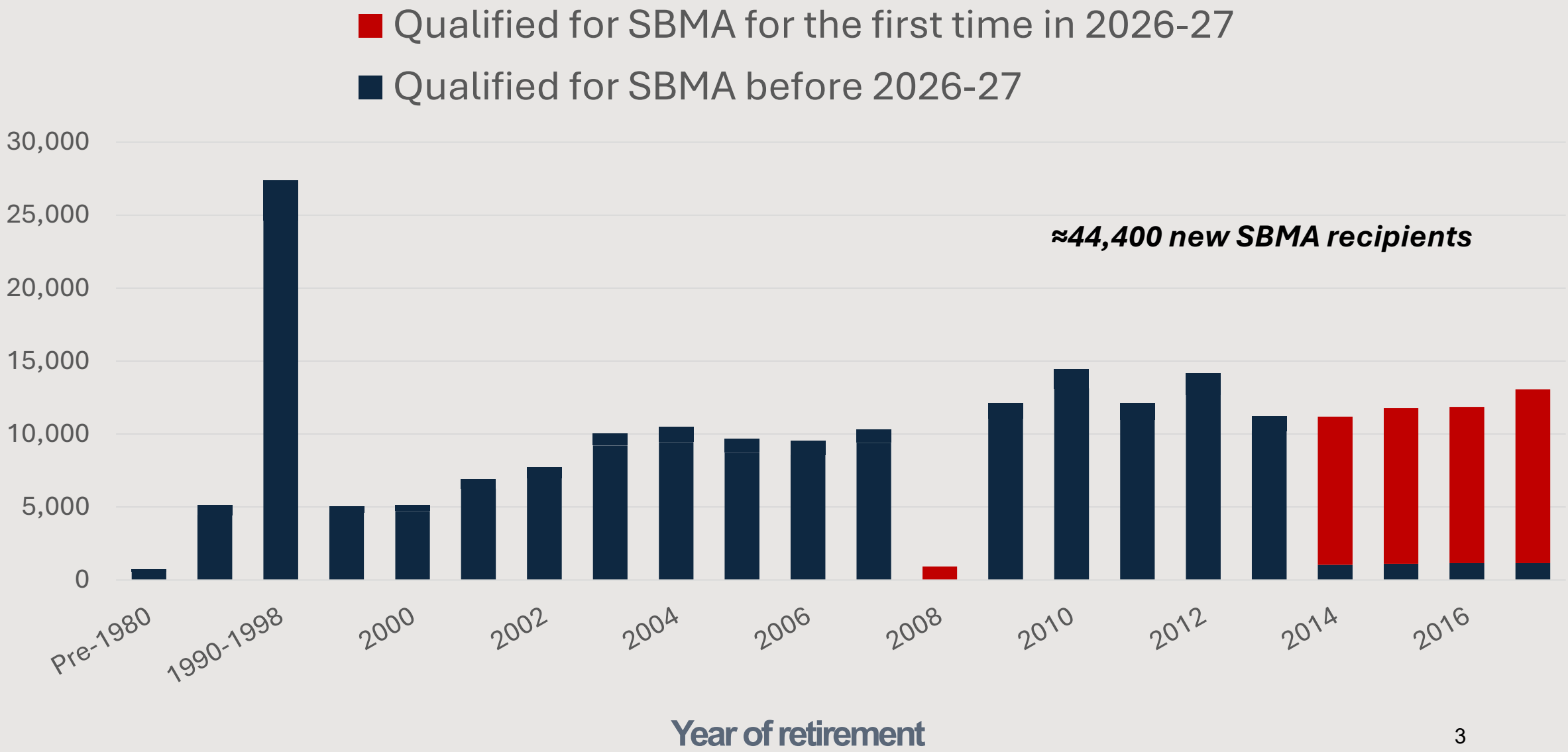




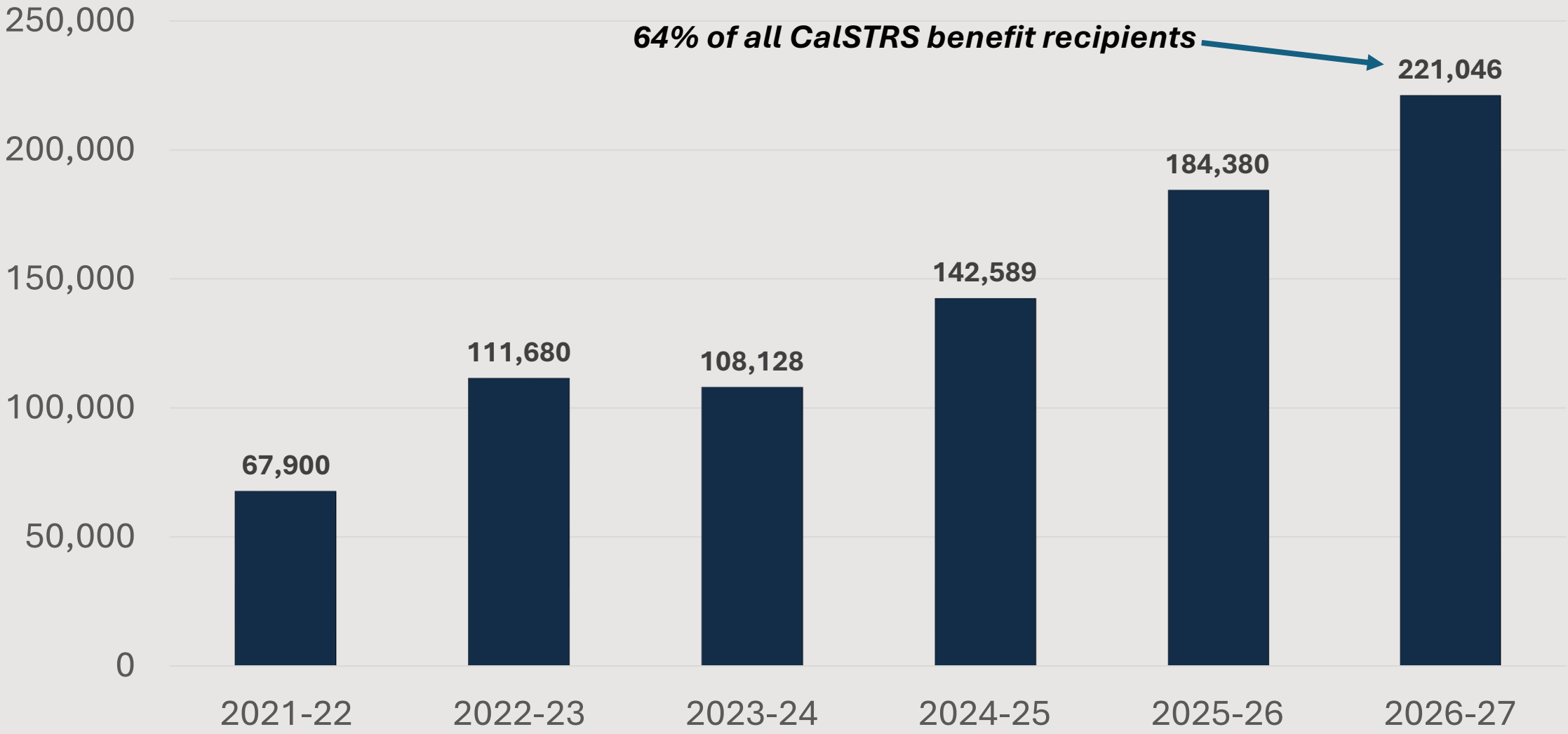
SBMA eligibility by retirement year and month

Year of retirement	Retirement month: January to August	Retirement month: September to December
2007 and earlier	Yes	Yes
2008	No	Yes
2009	Yes	Yes
2010	Yes	Yes
2011	Yes	Yes
2012	Yes	Yes
2013	Yes	Yes
2014	Yes	Yes
2015	Yes	Yes
2016	Yes	Yes
2017	Yes	Yes
2018 and later	No	No

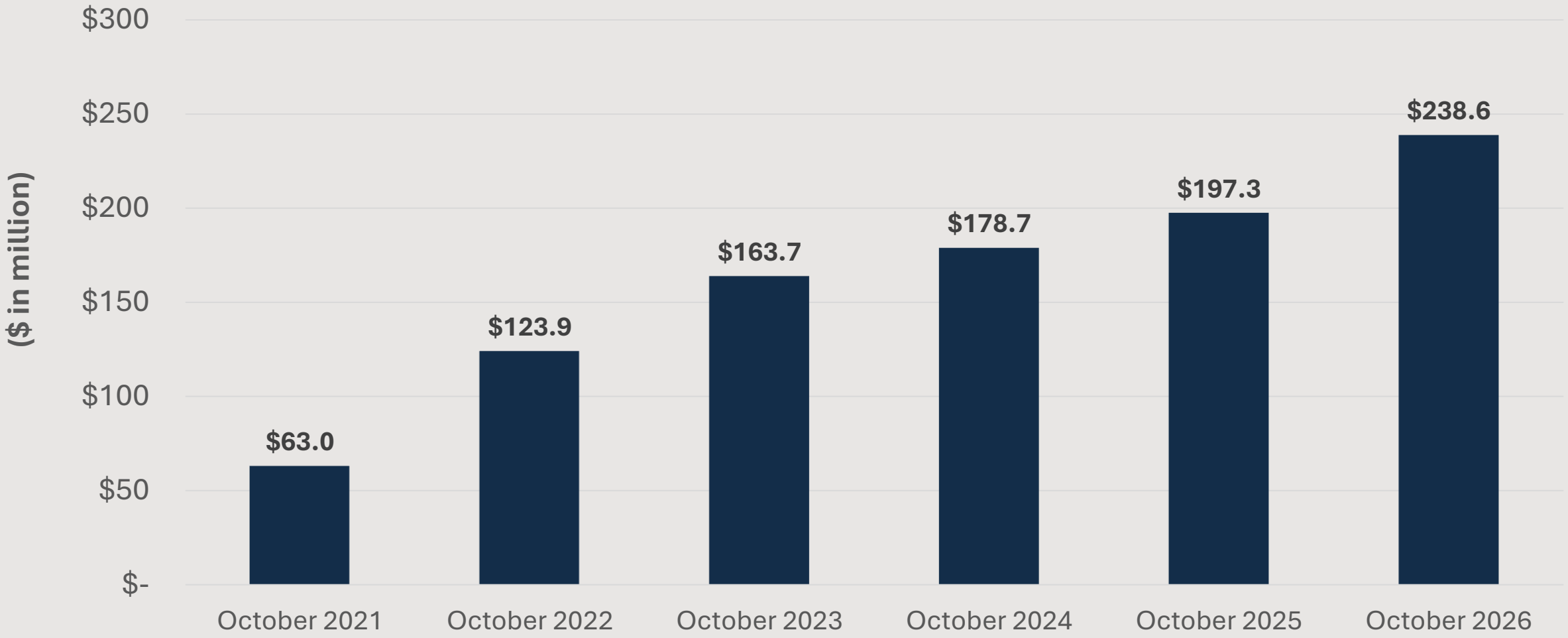
SBMA recipients in fiscal year 2026-27



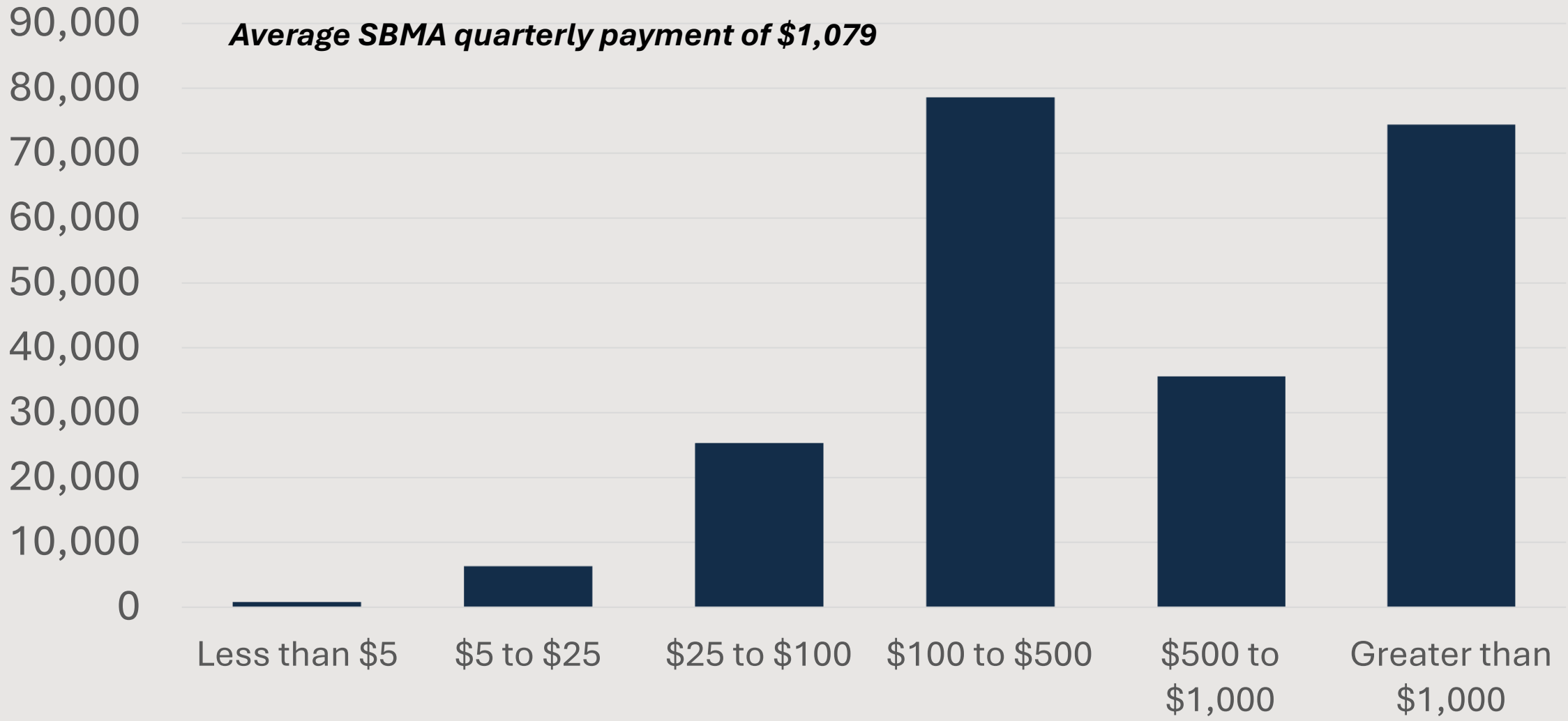
How many members received SBMA the last 6 years?



How much CalSTRS paid from the SBMA the last 6 years?



Distribution of SBMA quarterly payments



SBMA sufficiency

Inflation scenario	Can SBMA sustain 85%?	Time period
2.75% all years	Yes	Through 2089
5% for 5 years	Yes	Through 2089
5% for 10 years	No	Through 2046
3.25% all years	Yes	Through 2089
3.75% all years	No	Through 2056
4.25% all years	No	Through 2046

Review of funding levels and risks report

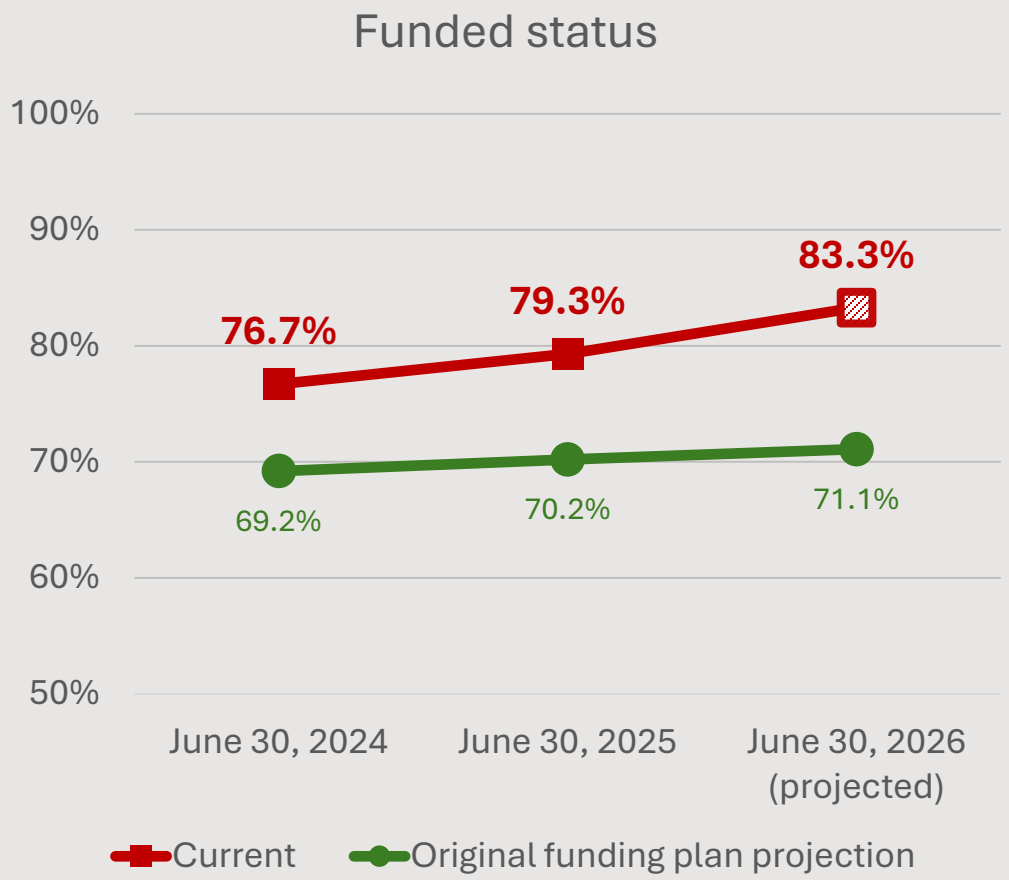
November 2026

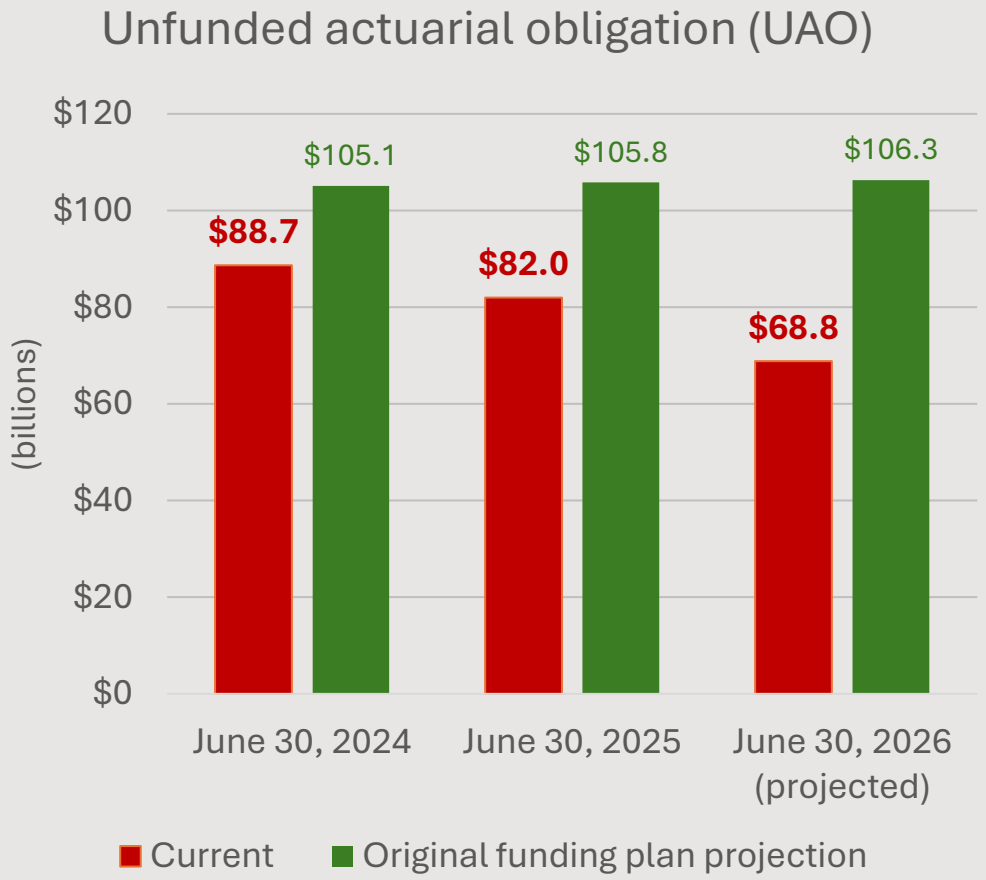
CALSTRS





Highlights – ahead of schedule





Projected year of full funding

Original funding plan: **2046**

Last year's report: **2043**

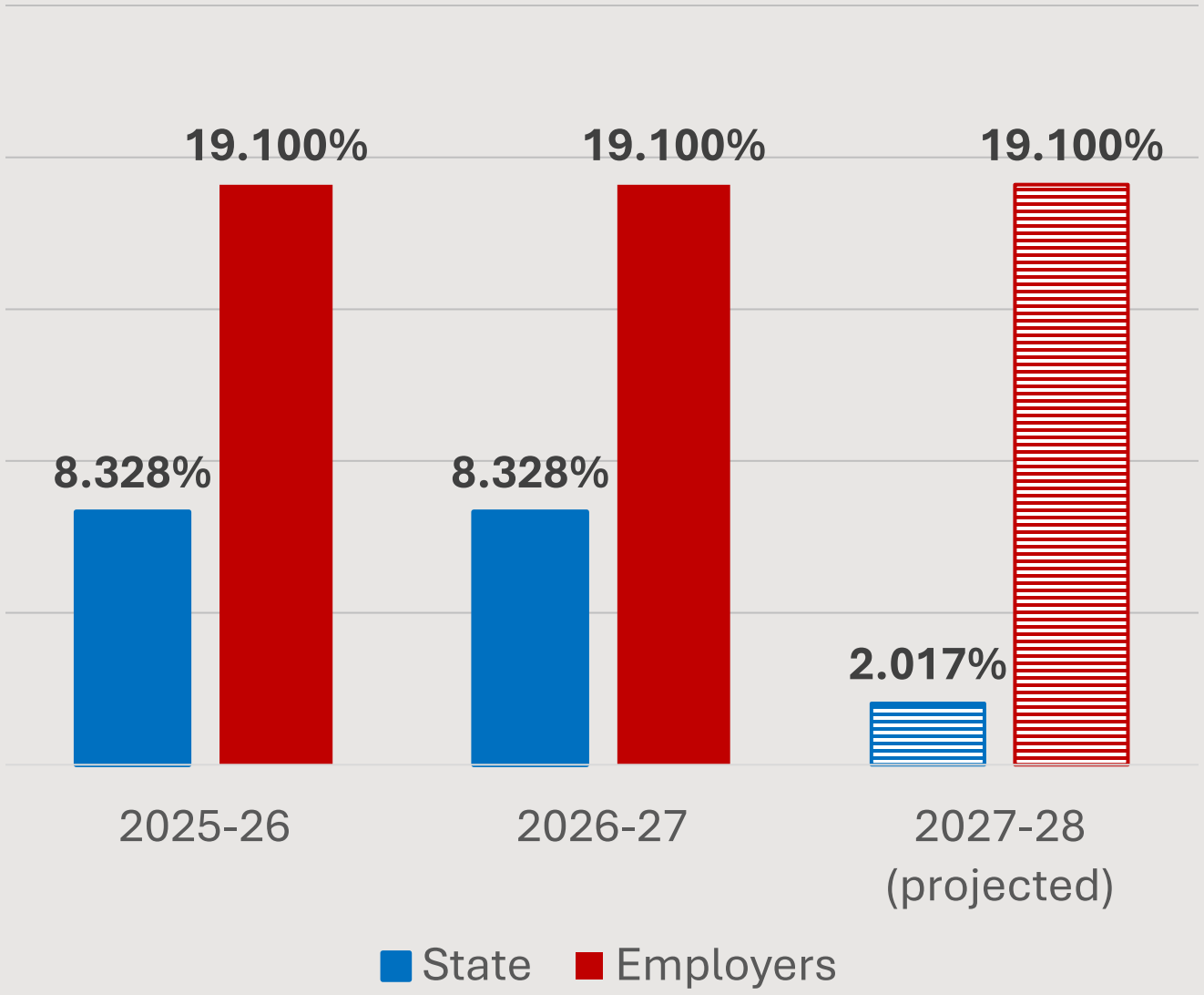
This report: **2036**



Contribution rates

Year when share of unfunded actuarial obligation is eliminated:

- State: 2026
- Employers: 2041 (projected)





Funding Plan Risks

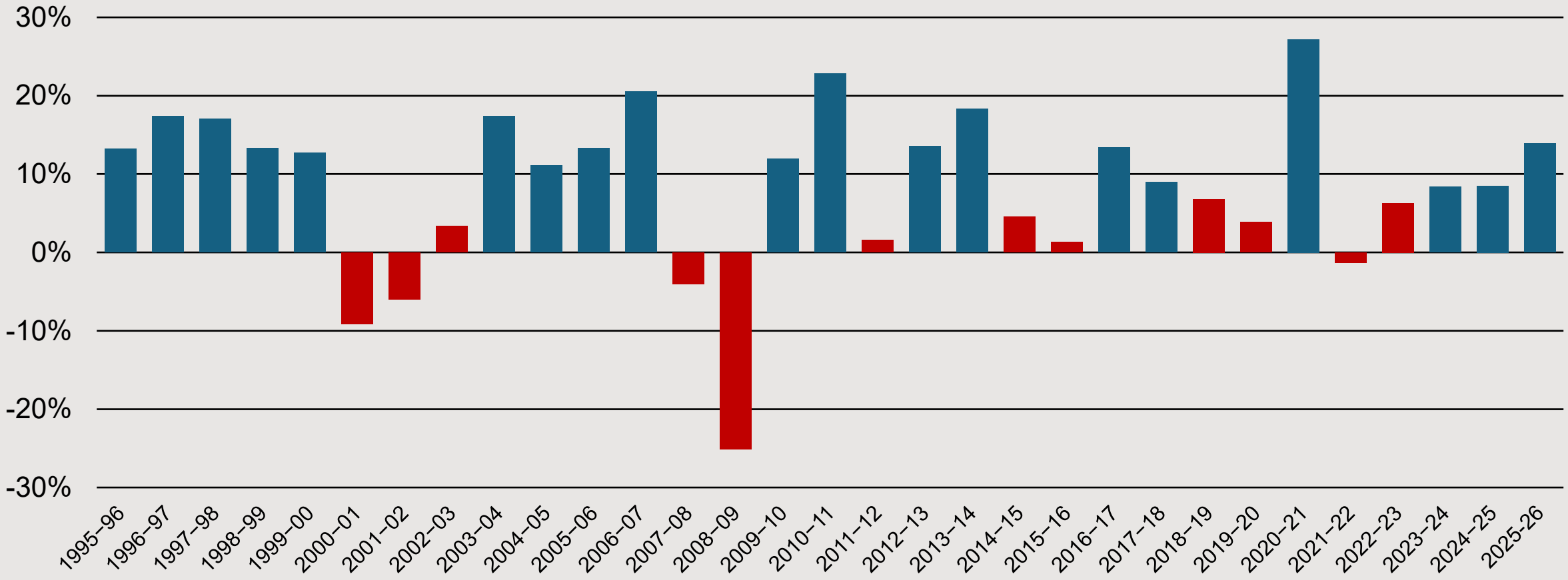
Longevity risk

Membership and payroll growth risk

Investment risk

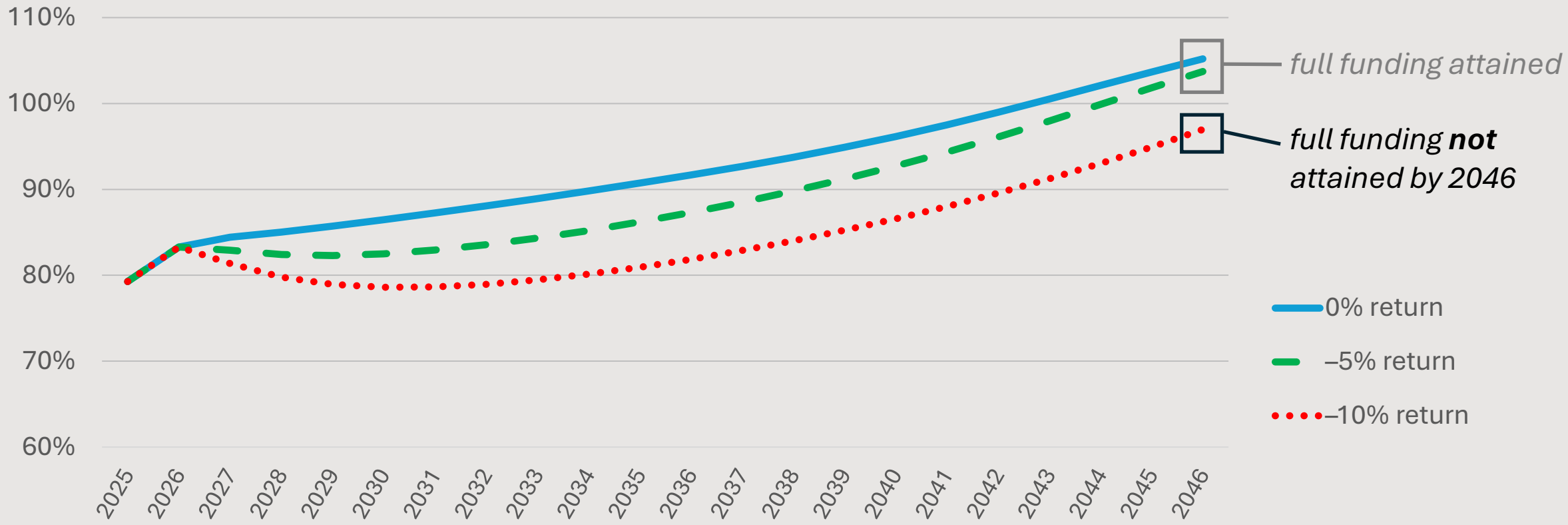
Investment risk

CalSTRS historical investment performance



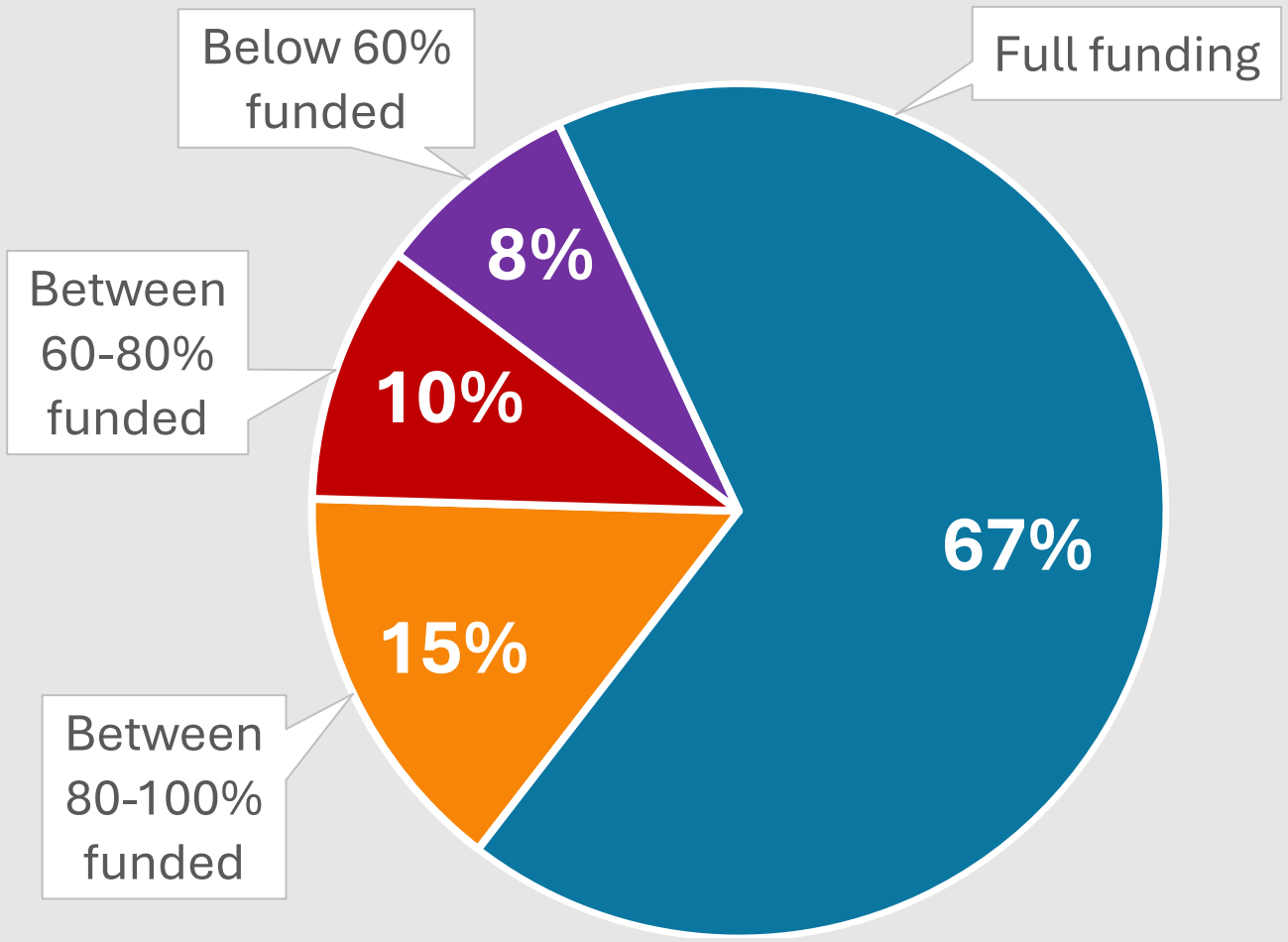
Investment risk

Projected funded status following a loss in fiscal year 2026-27



2046 funded status probabilities

Based on stochastic analysis of future investment returns



Questions?

