



California Public Employees' Retirement System

Executive Office

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The Honorable Gavin Newsom
Governor's Office
State Capitol
Sacramento, CA 95814

February 21, 2019

Subject: Legislatures' Retirement System Actuarial Valuation and Employer and Employee Contribution Rates

Dear Governor Newsom,

The Board of Administration (Board) of the California Public Employees' Retirement System (CalPERS), has accepted the June 30, 2018 Actuarial Valuation of the Legislators' Retirement System (LRS).

As of June 30, 2018, the plan is in surplus. The June 30, 2018 funded status of the System on a market value basis is 116.7 percent. This compares with 115.9 percent for the previous fiscal year. Under the rules of PEPPRA, the employer cannot contribute less than the employer normal cost. As a result, the employer contribution rate for fiscal year July 1, 2019 to June 30, 2020 will be 35.272 percent.

Per Government Code 9358.1, we are pleased to file the 2018 Legislators Retirement System actuarial valuation with the Governor and the Legislature.

Sincerely,

Marcie Frost
Chief Executive Officer
Enclosure

cc: Ms. Erika Contreras
Secretary of the Senate

Ms. Diane F. Boyer-Vine
Legislative Counsel

Mr. E. Dotson Wilson
Chief Clerk of the Assembly