Finance and Administration Committee

Agenda Item 5b

November 17, 2026

Item Name: 2025-26 Basic Financial Statements

Program: Financial Office

Item Type: Action

Recommendation

Recommend the Board of Administration approve the draft CalPERS 2025-26 Basic Financial Statements.

Executive Summary

The draft CalPERS 2025-26 Basic Financial Statements are included in this report as Attachment 1. Comments by the Finance and Administration Committee will be incorporated into the Basic Financial Statements and presented to the Risk and Audit Committee in the review and approval of the external auditors' opinion. After approval, the Basic Financial Statements will be included in the 2025-26 CalPERS Annual Comprehensive Financial Report (ACFR).

Strategic Plan

This agenda item supports the stakeholder engagement goal of the CalPERS 2022-2027 Strategic Plan, which is to promote collaboration, support, and transparency.

Background

Senior management is responsible for the accurate preparation of the Basic Financial Statements in accordance with Generally Accepted Accounting Principles. The Finance and Administration Committee oversees controls over financial reporting and processes. It ensures financial soundness through the oversight of the preparation of the Basic Financial Statements and makes a recommendation to the Board of Administration for approval.

Analysis

Attached in this item are the Draft CalPERS 2025-26 Basic Financial Statements. If approved by the Board of Administration, the financial statements will be incorporated into the ACFR. Also attached is the Draft CalPERS 2025-26 ACFR for your information.

Budget and Fiscal Impacts

There are no anticipated budgetary impacts with the approval of this item.

Benefits and Risks

Approval of this item will ensure that CalPERS meets its annual financial reporting requirements in a timely manner. This report also provides necessary information to CalPERS stakeholders regarding the current state of the organization. The primary risk associated with this item is reporting inaccurate information, which could require the appropriate steps to correct the Basic Financial Statements.

Attachments

Attachment 1 – Draft CalPERS 2025-26 Basic Financial Statements

Attachment 2 – 2025-2026 Basic Financial Statements PowerPoint

Attachment 3 – Draft CalPERS 2025-26 ACFR

Janie Rajasuncy
Controller

Michele L. Nix
Chief Financial Officer