

TEACHERS' RETIREMENT SYSTEM (TRS)

Quick Facts

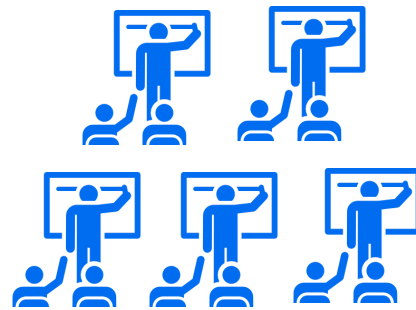
TRS MEMBERS



37,260
RETIREEES

NEW RETIREE
FY 18 AVERAGES

63 **26** **\$93,909**
Years Old Years' Service Salary



50,692
ACTIVES

FY 18
AVERAGES

45 **14** **\$80,562**
Years Old Years' Service Salary

MEMBER PENSIONS

FY 18 NEW RETIREE
AVERAGE ANNUAL

\$60,777

Normal
Retirement

\$46,689

Early
Retirement

WHAT MEMBERS CONTRIBUTE OF THEIR SALARIES

7%

To TRS

Up from 6%,
Effective 1/1/2018
Per PA 17-2 JSS

1.25%

To TRS Retiree
Health
Insurance Fund

1.45%

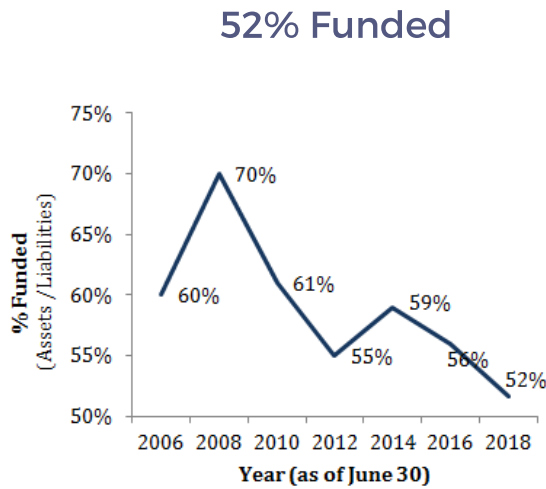
To Medicare

No Social
Security
Contribution

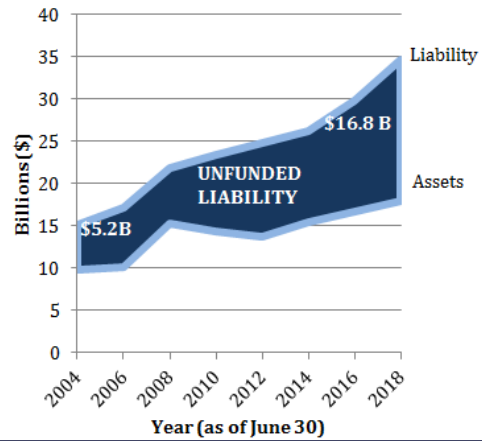
TEACHERS' RETIREMENT SYSTEM (TRS)

Quick Facts

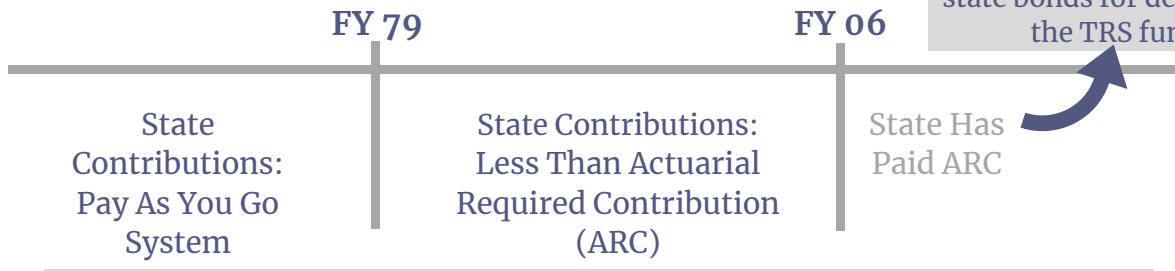
TRS FUNDED LEVEL: 2018 VALUATION (REVISED)



\$16.8B Unfunded Liability



WHY IS TRS UNDERFUNDED?

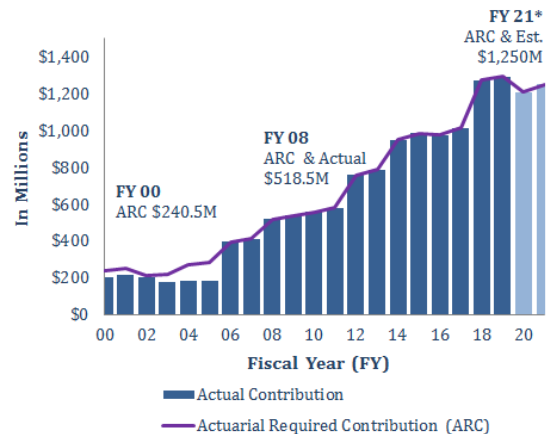


PA07-186 requires the state to make the full ARC through FY 32, as part of the authorization of \$2B in state bonds for deposit into the TRS fund.

On Average, Fund's Actual Investment Returns < Assumed
 FY 18: Actual Returns (7.04%) < Assumed (8%), Current Assumption (6.9%)

STATE CONTRIBUTIONS TO TRS FY 00 TO FY 19 Increased Nearly \$1.09 Billion

PA 19-117 made actuarial and benefit changes which resulted in reduced state contributions in FY 20 and FY 21.



*Note: FY 20 and FY 21 are estimated