State of California Office of Administrative Law

In re:

State Teachers Retirement System

Regulatory Action:

Title 05, California Code of Regulations

Adopt sections:

Amend sections: 27300, 27301, 27400,

27401, 27600, 27601,

27602

Repeal sections:

NOTICE OF APPROVAL OF REGULATORY ACTION

Government Code Section 11349.3

OAL Matter Number: 2017-0714-02

OAL Matter Type: Regular (S)

The California State Teachers' Retirement System (CalSTRS) is amending seven sections in title 5 of the California Code of Regulations. Existing law establishes the Defined Benefit Program of the State Teachers' Retirement Plan, which provides a defined benefit to members of the program. This benefit is based on final compensation, credited service and age at retirement. Existing law also establishes the Defined Benefit Supplement Program, a cash balance plan, which provides supplemental benefits payable in a lump-sum payment, an annuity or both. Contributions for creditable compensation are credited to either the Defined Benefit or the Defined Benefit Supplement account. This rulemaking clarifies under what circumstances CalSTRS will override an employer's determination of a class of employees, identify defining characteristics to determine creditable compensation and define when contributions will be credited to either the Defined Benefit Program or the Defined Benefit Supplement Program.

OAL approves this regulatory action pursuant to section 11349.3 of the Government Code. This regulatory action becomes effective on 10/1/2017.

Date: August 22, 2017

Senior Attorney

For:

Debra M. Cornez

Director

Original: Jack Ehnes Copy: Ellen Maurizio