

Kersten Institute Analysis of Key State of California Debt Obligations 2014-2015

| Item | Employer Contributions | State Unfunded Liability | Plan Funded Status* | Year |
|-----------------------------------------------|------------------------|--------------------------|---------------------|------|
| <u>State of CA Pension Debt</u> | | | | |
| State Teachers (CalSTRS) | \$1.5 billion | \$22 billion | 77% | 2014 |
| State Miscellaneous (Calpers) | \$2.1 billion | \$23.8 billion | 74% | 2014 |
| State Industrial (Calpers) | \$88 million | \$541 million | 84% | 2014 |
| State Safety (Calpers) | \$339 million | \$1.5 billion | 84% | 2014 |
| State Peace Officers & Firefighters (Calpers) | \$958 million | \$10.2 billion | 72% | 2014 |
| CA State Highway Patrol (Calpers) | \$277 million | \$3.4 billion | 66% | 2014 |
| CA Judges' | \$191 million | \$3.3 billion | 1.70% | 2014 |
| Judges' II | \$57 million | | 105% | 2014 |
| Legislators' | \$565,000 | | 113% | 2014 |
| Subtotal | \$4.5 billion | \$64.7 billion | | 2014 |

*Assumes 7.5% return (unrealistic, actual liabilities much higher if market rates are used)

Sources: 2015 State of California Consolidated Annual Financial Report, CA Legislative Analyst's Office

Notes: Excludes CSU and UC

State of CA Retiree Health Care Debt Service (aka

| OPEB--Other Post Employment Benefit | Employer Cost (CA State) | Unfunded Liability | Employer Contributions Made | Year |
|--------------------------------------------|--------------------------|--------------------|-----------------------------|------|
| Retiree Health Care (OPEB) | \$5.16 billion | \$74.1 billion | \$3.13 billion | 2015 |

Source: 2015 State of California Consolidated Annual Financial Report

Note: State of California only pays a portion of its total annual required OPEB obligations which is why the debt continues to mount

Subtotal (Pension & OPEB) \$9.66 billion \$139 billion

State of CA Debt Service on General Obligation and Lease Revenue Bonds

| All Funds | Outstanding Debt | General Fund Revenues | Year | |
|--------------------------------------------------|------------------|-----------------------|-----------------|---------|
| 2015-16 CA Debt Service Payments (GO and Lease F | \$7.9 billion | \$88.5 billion | \$113.4 billion | 2015-16 |

Source: CA Governor's Office

Total (Pension + OPEB + Bonded Debt Service) Annual Cost Debt Outstanding
 \$17.56 billion \$227.3 billion