## **New York State Teachers' Retirement System**

To: Chief School Administrators College and University Presidents **District Contacts Employer Secure Area Contacts** 

## Administrative Bulletin

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## History of the Employer Contribution Rate (ECR)

Estimated Range for the	<u>Salary Year</u>	ECR
C	1980-81	23.49%
t Employer Contribution Rate	1981-82	23.49%
time Dellatin 2016 ( inner 1 America 2016 informed	1982-83	23.49%
tive Bulletin 2016-6, issued August 2016, informed	1983-84	22.90%
etirement Board adopted an Employer Contribution	1984-85	22.80%
11.72% of payroll. This rate is applicable to fiscal year	1985-86	21.40%
TRS member salaries and will be collected in September,	1986-87	18.80%
lovember 2017.	1987-88	16.83%
reliminary results from the June 30, 2016 actuarial	1988-89	14.79%
anticipate the ECR for the next year to be <b>between</b>	1989-90	6.87%
<b>0.50%</b> of member payroll. This rate will apply to fiscal	1990-91	6.84%
NYSTRS member salaries and will be collected in the fall	1991-92	6.64%
dministrative Bulletin will be provided in February 2017	1992-93	8.00%
	1993-94	8.41%
recise estimate of this ECR.	1994-95	7.24%
favorable investment returns over the last several years are ason for the decrease in the rate. Although the System's	1995-96	6.37%
	1996-97	3.57%
for the fiscal year ending June 30, 2016 was only 2.3%,	1997-98	1.25%
ive-year annualized rate of return stands at 8.3%.	1998-99	1.42%
-	1999-00	1.43%
will mark the third consecutive year of declining rates, a	2000-01	0.43%
wnward trend is not assured. Challenging financial led to low single-digit returns over the last two fiscal years	2001-02	0.36%
	2002-03	0.36%
to increasing employer contribution rates in the future.	2003-04	2.52%
ise to plan accordingly.	2004-05	5.63%
employers who elected to participate in the Stable	2005-06	7.97%
Option (SCO), it is anticipated the SCO rate will remain	2006-07	8.60%
the group life insurance rate, or 14.13%. This rate will	2007-08	8.73%
year 2017-18 member salaries and be collected in the	2008-09	7.63%
inal determination of the SCO rate will be made by the	2009-10	6.19%
ard at its July Board meeting. The SCO rate is only	2010-11	8.62%
	2011-12	11.11%
those eligible employers that have elected to	2012-13	11.84%
the SCO.	2013-14	16.25%
e any additional questions, please call John Cardillo,	2014-15	17.53%
iblic Information, at (518) 447-4743.	2015-16	13.26%
	2015-10	11.72%
	2010-17	11./2/0

Administrative Bulletin 2016-6, issued August 20 you that the Retirement Board adopted an Employer Rate (ECR) of 11.72% of payroll. This rate is applic 2016-17 NYSTRS member salaries and will be colle October and November 2017.

**Next Employer Contributi** 

Based on preliminary results from the June 30, 20 valuation, we anticipate the ECR for the next year to 9.50% and 10.50% of member payroll. This rate wi year 2017-18 NYSTRS member salaries and will be of 2018. An Administrative Bulletin will be provided with a more precise estimate of this ECR.

Generally favorable investment returns over the la the primary reason for the decrease in the rate. Altho rate of return for the fiscal year ending June 30, 2010 the System's five-year annualized rate of return stand

While this will mark the third consecutive year of continuing downward trend is not assured. Challengi markets have led to low single-digit returns over the and could lead to increasing employer contribution r It would be wise to plan accordingly.

For those employers who elected to participate in Contribution Option (SCO), it is anticipated the SCC at 14.0% plus the group life insurance rate, or 14. apply to fiscal year 2017-18 member salaries and be fall of 2018. Final determination of the SCO rate wil Retirement Board at its July Board meeting. The SC applicable to those eligible employers that have el participate in the SCO.

If you have any additional questions, please call J Manager of Public Information, at (518) 447-4743.

> Administrative Bulletins dating from 2005 to the present are available on our website at **NYSTRS.org**. Select Employers and visit the Administrative Bulletins page.