



## Pennsylvania Public School Employees' Retirement System (PSERS)

PSERS, founded in 1917, began operations in 1919 to oversee a statewide defined benefit pension plan for public school employees. PSERS' role expanded upon the passage of Act 5 of 2017 to include oversight of two new hybrid options consisting of defined benefit and defined contribution (DC) components and a stand-alone DC plan.

### PSERS: At a Glance

<p><b>Members</b> As of June 30, 2023</p>	<p>Over 500,000 Approximately 251,000 active members Approximately 250,000 retired members/beneficiaries</p>
<p><b>Average Annuity Paid</b> (annuitants, survivor, beneficiaries, disabled annuitants) As of June 30, 2023</p>	<p>\$26,197 per year</p>
<p><b>Total Net Assets</b> as of June 30, 2023</p>	<p>\$72.8 billion</p>
<p><b>Funding Sources</b> 25-year totals As of June 30, 2023</p>	<p>15% member contributions 32% employer contributions 53% investment earnings</p>
<p><b>Member Contribution Rate</b> As of June 30, 2023</p>	<p>Member contributions range from 7.50% to 10.80% of payroll depending on their class of membership.</p>
<p><b>Employer Contribution Rate</b></p>	<p>33.9% of payroll, beginning July 1, 2024 The FY 2024/2025 rate provides 100% of the actuarially required rate based on sound actuarial practices and principles.</p>
<p><b>Number of Employers</b> As of June 30, 2023</p>	<p>770</p>
<p><b>Funded Status</b> As of June 30, 2023</p>	<p>63.6% on actuarial basis with an unfunded liability of \$42.3 billion</p>
<p><b>Investment Returns</b> As of June 30, 2023, PSERS' fiscal year end; audited, annualized, net of fees</p>	<p>3.54% 1-year    9.66% 3-year    7.30% 5-year 7.46% 10-year    6.57% 25-year</p>
<p><b>Investment Rate of Return Assumption</b> As of June 30, 2023</p>	<p>7.00% annual investment return assumption</p>