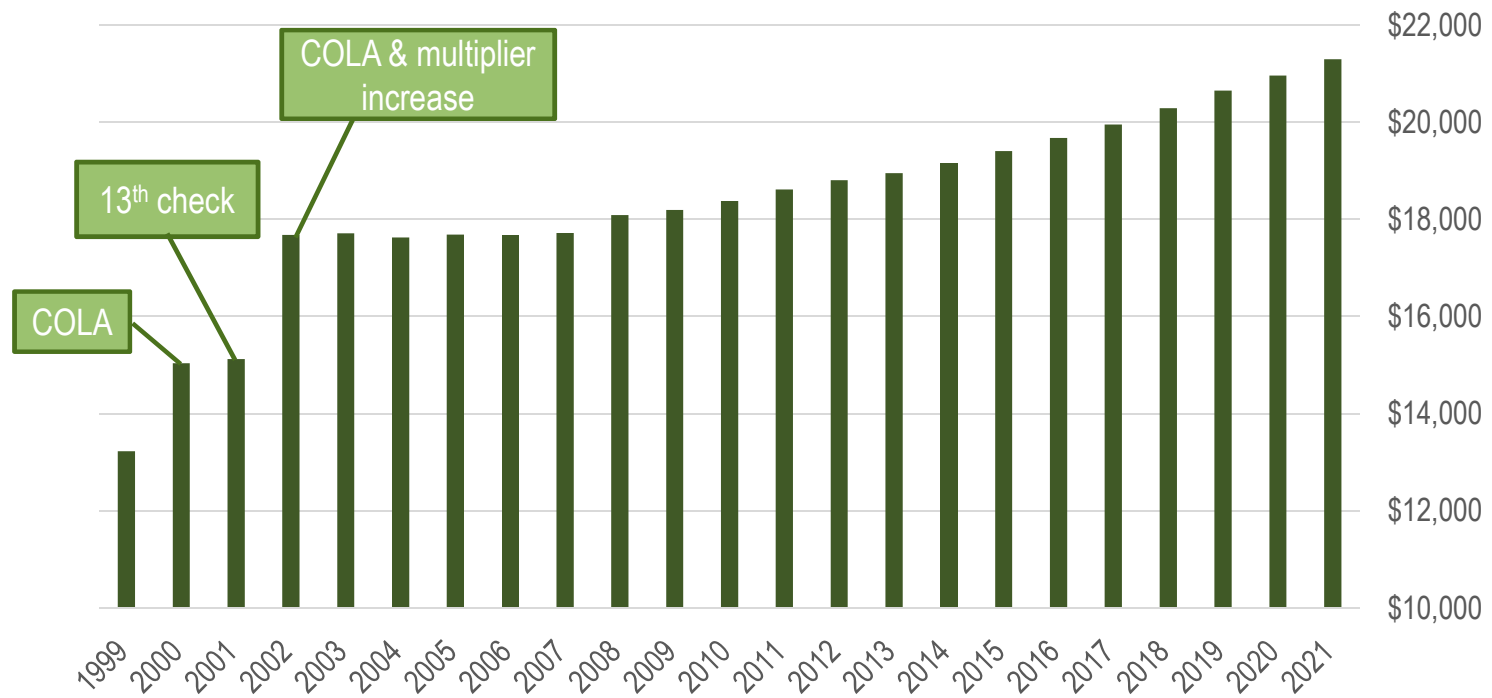


Senate Finance Committee
Interim Hearing
Inflation

Porter Wilson, Executive Director
Employees Retirement System of Texas
May 4, 2022



Total Average Annual Annuity - ERS



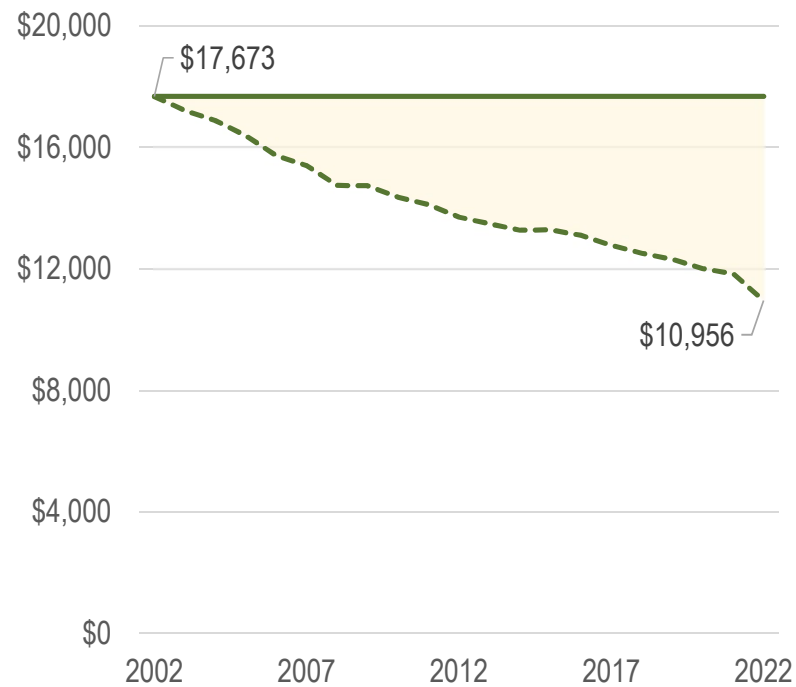
As reported in August 31 actuarial valuations for all annuitant types

Inflation impacts individual retiree annuity value



Impact of Inflation on \$1		
Period from a 2002 Retirement	Average CPI-U Rate	Purchasing Power Remaining
5 years	2.97%	\$0.86
10 years	2.18%	\$0.80
15 years	2.21%	\$0.72
20 years	2.34%	\$0.62

Average Annual ERS Retiree Annuity



State Employees Have a Diversified Retirement Pension, Social Security and Personal Savings

