

Total Local Share of Social Security and Retirement Costs Under Proposal

County	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
Allegany	\$0	\$740,344	\$2,198,131	\$3,563,422	\$3,516,480
Anne Arundel	\$0	\$5,358,642	\$16,605,219	\$27,952,974	\$29,131,830
Baltimore City	\$0	\$5,846,149	\$18,096,702	\$29,978,147	\$30,143,760
Baltimore	\$0	\$7,087,640	\$21,986,224	\$37,563,579	\$39,201,281
Calvert	\$0	\$1,254,466	\$3,844,638	\$6,555,960	\$6,864,569
Caroline	\$0	\$366,231	\$1,113,176	\$1,922,455	\$2,142,623
Carroll	\$0	\$1,926,255	\$5,917,043	\$10,264,241	\$10,747,112
Cecil	\$0	\$1,079,584	\$3,301,628	\$5,604,778	\$5,908,674
Charles	\$0	\$1,784,229	\$5,416,120	\$9,530,541	\$10,167,023
Dorchester	\$0	\$313,176	\$979,074	\$1,626,675	\$1,697,942
Frederick	\$0	\$2,677,179	\$8,121,275	\$13,860,848	\$14,296,066
Garrett	\$0	\$325,987	\$969,433	\$1,594,018	\$1,590,860
Harford	\$0	\$2,588,626	\$7,842,399	\$13,335,322	\$13,822,181
Howard	\$0	\$4,434,143	\$13,726,917	\$23,268,446	\$24,012,833
Kent	\$0	\$171,508	\$512,495	\$886,414	\$915,179
Montgomery	\$0	\$13,069,105	\$40,746,761	\$68,692,001	\$69,923,861
Prince George's	\$0	\$9,272,773	\$27,311,645	\$45,073,262	\$45,162,311
Queen Anne's	\$0	\$492,416	\$1,524,352	\$2,652,477	\$2,811,756
St. Mary's	\$0	\$1,056,890	\$3,240,691	\$5,487,113	\$5,647,166
Somerset	\$0	\$223,628	\$675,996	\$1,114,891	\$1,140,059
Talbot	\$0	\$286,548	\$870,627	\$1,486,278	\$1,529,076
Washington	\$0	\$1,411,791	\$4,365,917	\$7,680,887	\$8,164,674
Wicomico	\$0	\$1,057,726	\$3,222,130	\$5,496,018	\$5,760,812
Worcester	\$0	\$592,214	\$1,791,275	\$3,093,896	\$3,233,775
Unallocated	\$0	\$0	\$0	\$0	\$0
Total	\$0	\$63,417,250	\$194,379,868	\$328,284,643	\$337,531,903

**SB 141 - Budget Reconciliation and Financing Act
State and Local Sharing of Education Retirement Costs**

Proposal: State and local jurisdictions should share the retirement costs for local education employees on a 50/50 basis, including social security and pension contributions.

- Beginning in FY 2012, local boards of education, community colleges, and libraries should increase their contribution to the combined retirement costs of their employees by 1% of the salary wage base in FY 2012, 3% in FY 2013, and 5% in FY 2014 and 2015, which is approximately 50% of the total combined costs.
- Beginning in FY 2016, the State and local contributions will adjust annually based on the estimated required contribution for the State and local shares to remain at 50% each.
- School systems, community colleges, and libraries may choose to deduct the required retirement contribution from their State aid or be billed for the payments.
- During the phase-in period from FY 2012 through 2014, if a county does not meet the required maintenance of effort (MOE) funding level and does not receive a waiver, the county must provide the amount by which it did not meet MOE to the school board or be billed by the Comptroller for payment.

	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>
Social Security (SS)	7.65%	7.65%	7.65%	7.65%	7.65%
Retirement Contribution	14.34%	15.12%	16.11%	17.31%	18.53%
Local Share	0.00%	1.00%	3.00%	5.00%	5.00%
State Share	14.34%	14.12%	13.11%	12.31%	13.53%
Total: SS/Retirement	21.99%	22.77%	23.76%	24.96%	26.18%
Local Share: SS/Retirement Total	35%	38%	45%	51%	48%
State Savings (\$ in Millions)					
Boards of Ed	\$0.0	(\$59.7)	(\$182.6)	(\$307.6)	(\$315.7)
Libraries	0.0	(1.2)	(3.9)	(6.9)	(7.3)
Community Colleges	0.0	(2.5)	(7.8)	(13.8)	(14.6)
Total	\$0.0	(\$63.4)	(\$194.4)	(\$328.3)	(\$337.5)