



Projected TRS Cost 2013 - 2014

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November 15th, 2012



TRS Calculation 2013-2014

2012-2013 Employee Cost Rate(ECR)	11.84%
2013-2014 Estimated ECR	16.00%
Estimated % Increase	4.16%

2012-2013 TRS Cost

Estimated TRS Payroll	\$37,000,000
	<u> x 11.84%</u>
Estimated TRS Cost	\$ 4,380,000

Estimated 2013-2014 TRS Cost

Estimated TRS Payroll	\$37,000,000
	<u> x 16%</u>
Estimated TRS Cost	\$ 5,920,000

Increase 2012-2013 to 2013-2014 = \$1,540,000



Per the 2% Levy Cap Law

- First 2% increase in the ECR must be included in the Levy Cap Calculation;
- Any incremental increase over the 2% is not included (exempt) from the Levy Cap Calculation. This means the District will be permitted to exceed the 2% Levy Cap - if it chooses- by the \$\$ increase over the 2%.

Example:

Estimated Payroll	\$37,000,000
	<u> x 2.0%</u>

TRS Cost which must be included in 2% calculation	\$ 740,000
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Estimated Payroll	\$37,000,000
	<u> x 2.16%</u>

TRS Cost 'exempt' from 2% calc.	\$ 800,000
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Current 2012-2013 Tax Levy	\$ 76,242,180
1 % of Levy	\$ 762,421
Estimated cost of TRS over the 2% Cap	\$ 800,000

Increase on Tax Levy for amount over 2% -
1.05%
Net Result:

- District will be permitted under Tax Cap Law to go out with a Tax Levy increase of 3.05% for 2013-2014

Cap	2.00%
TRS Exemption	1.05%