



District Business and Advisory Services

Judy Lee Kershaw, Director - DBAS: 408-453-6599

Bulletin: 20-004

Date: July 29, 2019

To: District Chief Business Officers
District Fiscal Directors
District Personnel and Payroll Directors

From: Nghia Do, District Business Advisor

Re: State Social Security Administrator Program (SSSA) Funding

Effective July 1, 2019, California Public Employees' Retirement System (CalPERS) will start collecting fees to cover the cost associated with administering the State Social Security Administrator Program (SSSA). All school districts and county offices of education that have an existing voluntary Section 218 agreement must pay the fee. The fee is mandatory and late fees and interest will be assessed after 30 days.

There are two types of fees that may be assessed:

- A contracting fee of \$650 to either establish a new Section 218 agreement or to amend an existing agreement.
- An annual maintenance fee for all employers that have an existing Section 218 Agreement with the SSSA. This fee will be based on the number of employees employed with the agency as follow:

Number of Employees	Fee Amount
1 - 4	\$200
5 - 9	\$250
10 - 19	\$300
20 - 49	\$400
50 - 99	\$500
100 - 249	\$1,000
250 - 499	\$1,500
500 - 999	\$2,000
1,000+	\$2,500

The fees collected will be held in a distinct account and utilized to fund the staff, resources, and administrative expenses incurred by CalPERS to administer the SSSA program.

Please visit the links below for more details on the new State Social Security fees.

<https://www.calpers.ca.gov/page/employers/benefit-programs/social-security-and-medicare/understanding-state-social-security-fees>

<https://www.calpers.ca.gov/docs/circular-letters/2019/200-022-19.pdf>

Please distribute this memo within your District as deemed appropriate.