



Monterey County Office of Education

Leadership, Support, and Service to Prepare All Students for Success

*Dr. Nancy Kotowski
County Superintendent of Schools*

Finance and Business Services

Bulletin No. 12-023

TO: Superintendents, Chief Business Officials and Payroll Staff

FROM: Suzette Burns, Administrator
Business Services

DATE: December 27, 2011

SUBJECT: Extension of the Reduced Social Security Tax Rate

The U.S. House of Representatives and Senate approved a two-month extension of the reduced Social Security tax. The Social Security tax will remain at 4.2% until February 29, 2012. Provided no additional legislation is passed, the Social Security tax will revert to 6.2% for your employees on March 1, 2012. The January 3rd payroll was processed prior to the extension of the reduced Social Security tax rate. Therefore, a refund of the 2% differential will be refunded to the affected certificated employees. Keep in mind, not all certificated are subject to Social Security taxes so only those affected will receive the refund.

cc: Garry P. Bousum
Candi Clark
Rais Abbasi