Department of Legislative Services

Maryland General Assembly 2022 Session

FISCAL AND POLICY NOTE Third Reader

(Delegates Williams and Crutchfield)

House Bill 518 Judiciary

Judicial Proceedings

Registers of Wills - Maximum Salary - Increase

This bill increases the maximum annual salary that the Board of Public Works (BPW) may set for a register of wills from \$124,500 to \$146,500. Pursuant to constitutional requirements, the salary increase takes effect at the beginning of the next term of office.

Fiscal Summary

State Effect: General fund revenues decrease by \$288,800 in FY 2023 due to the impact of salary increases that take effect beginning December 2022, as discussed below. Future year revenue decreases reflect annualization. Expenditures are not affected.

(in dollars)	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
GF Revenue	(\$288,800)	(\$495,100)	(\$495,100)	(\$495,100)	(\$495,100)
Expenditure	0	0	0	0	0
Net Effect	(\$288,800)	(\$495,100)	(\$495,100)	(\$495,100)	(\$495,100)

Note:() = decrease; GF = general funds; FF = federal funds; SF = special funds; - = indeterminate increase; (-) = indeterminate decrease

Local Effect: None.

Small Business Effect: None.

Analysis

Current Law: A register of wills is entitled to receive an annual salary of not more than \$124,500. While the permissible range of salaries is set by statute, BPW determines the annual salary of each register of wills.

In determining the salary of a register of wills, BPW is required to consider:

- the population of the county determined by the last official U.S. census;
- the dollar volume of total fees and taxes collected and excess fees turned over to the State for each of the preceding five years by the office of the register for which the salary is being fixed; and
- other pertinent data which have relation to the reasonableness of the salary in relation to the work done and volume handled by the office.

Article III, § 35 of the Maryland Constitution prohibits the salary or compensation of any public officer from being increased or diminished during the individual's term of office, except those whose full term is fixed by law in excess of four years. Registers of wills are elected to four-year terms.

Chapters 822 and 823 of 2018 increased the maximum salary of the registers of wills from \$114,500 to \$124,500, a 9% increase. **Exhibit 1** sets forth the maximum annual salary levels since 1986.

<u>Year</u>	<u>Maximum Salary</u>	Percentage Increase
1986	\$45,000	
1990	60,000	33%
1994	64,000	7%
1998	75,000	17%
2002	85,000	13%
2005	98,500	16%
2013	114,500	16%
2018	124,500	9%

Exhibit 1 Registers of Wills Maximum Annual Salaries

Source: Department of Legislative Services

In general, the registers of wills in each of the State's 24 jurisdictions are responsible for the administration of estates by providing proper forms and direction, assisting and advising any person who requests assistance in the preparation of any form for administrative probate, admitting wills to probate and issuing letters of administration, auditing accounts, and maintaining accurate records of all estate matters. The registers also serve as clerks of the orphans' courts.

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State Revenues: Registers of wills' salaries and office expenses are paid from fees and inheritance tax revenue collected by the registers, with the remainder of the fees and inheritance tax revenue deposited into the general fund.

For purposes of this analysis, it is assumed that BPW increases to \$146,500 the salaries of the registers of wills who earn the current maximum of \$124,500, an increase of approximately 18%. The salaries for the registers of wills who earn under the current maximum are also assumed to increase by 18%. Accordingly, general fund revenues decrease by \$288,793 in fiscal 2023 and by \$495,074 annually thereafter. This estimate, which accounts for fringe benefits, also assumes that registers begin the next term on December 1, 2022.

Additional Information

Prior Introductions: None.

Designated Cross File: SB 232 (Senator Jackson) - Judicial Proceedings.

Information Source(s): Register of Wills; Board of Public Works; Department of Legislative Services

Fiscal Note History:	First Reader - January 31, 2022
rh/sdk	Third Reader - March 17, 2022

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