

0390 Contributions to the Judges' Retirement System

The Judges' Retirement System provides retirement benefit funding for California's Supreme and Appellate Court Judges, as well as Superior and Municipal Court Judges.

The Judges' Retirement System provides retirement, disability and death benefits based on age, years of service, compensation of active judges, and eligibility as determined by specific sections of the Judges' Retirement Law. The Judges' Retirement System receives contributions equal to eight percent of salary from both active judges and the state. Additional contributions come from filing fees for specific civil cases, and investment income. These contributions, however, are not sufficient to fully fund benefit payments. Consequently, current law requires the state to fund the difference between existing contribution resources and the required benefit payments to retired judges.

A second retirement system for judges was established in 1994. All new judges elected or appointed on or after November 9, 1994, become members of Judges' Retirement System II. The Judges' Retirement System II receives contributions from judges equal to 8 percent of their salary as well as investment income. The state's contributions are adjusted annually to maintain actuarial soundness of the fund. Judges' Retirement System II members that are eligible for a service retirement also have the option of choosing the monetary credit plan (a lump-sum return of contributions and interest earned) or the defined benefit plan.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
10 State Operations	-	-	-	\$2,993	\$3,364	\$3,486
20 Local Assistance	-	-	-	153,507	191,111	224,848
99 Unclassified (Benefit Payments)	-	-	-	154,803	183,085	188,741
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$311,303	\$377,560	\$417,075
FUNDING				2006-07*	2007-08*	2008-09*
0001 General Fund				\$156,500	\$194,475	\$228,334
0815 Judges' Retirement Fund				153,798	182,047	187,508
0884 Judges' Retirement System II Fund				1,005	1,038	1,233
TOTALS, EXPENDITURES, ALL FUNDS				\$311,303	\$377,560	\$417,075

The amounts for the Judges' Retirement Fund (0815) and the Judges' Retirement System II Fund (0884) are unclassified expenditures for benefit payments.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 8, Chapter 11 and 11.5.

DETAILED BUDGET ADJUSTMENTS

Baseline Adjustment Descriptions	2007-08*			2008-09*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• ECP for Local Assistance Benefit Payments	\$6,537	\$-	-	\$53,132	\$-	-
• ECP for State Operations Benefit Payments	314	-	-	436	-	-
• ECP for Unclassified Benefit Payments	-	23,764	-	-	29,420	-
• Judges' Retirement System I Deficiency	12,858	-	-	-	-	-
Totals, Baseline Adjustments	\$19,709	\$23,764	-	\$53,568	\$29,420	-
TOTALS, BUDGET ADJUSTMENTS	\$19,709	\$23,764	-	\$53,568	\$29,420	-

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

* Dollars in thousands, except in Salary Range.

0390 Contributions to the Judges' Retirement System - Continued

1 STATE OPERATIONS	2006-07*	2007-08*	2008-09*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation (transfer to Judges' Retirement Fund)	\$1,150	\$1,150	\$1,150
Government Code Section 75101 (JRS I)	1,302	1,536	1,552
Government Code Section 75600.5 (JRS II)	<u>541</u>	<u>678</u>	<u>784</u>
TOTALS, EXPENDITURES	<u>\$2,993</u>	<u>\$3,364</u>	<u>\$3,486</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$2,993	\$3,364	\$3,486
2 LOCAL ASSISTANCE	2006-07*	2007-08*	2008-09*
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation (transfer to Judges' Retirement Fund)	\$119,308	\$136,304	\$177,653
Deficiency from special appropriations bill	-	12,858	-
Government Code Section 75101 (JRS I)	7,678	8,705	8,797
Government Code Section 75600.5 (JRS II)	<u>26,521</u>	<u>33,244</u>	<u>38,398</u>
TOTALS, EXPENDITURES	<u>\$153,507</u>	<u>\$191,111</u>	<u>\$224,848</u>
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$153,507	\$191,111	\$224,848
4 UNCLASSIFIED	2006-07*	2007-08*	2008-09*
0815 Judges' Retirement Fund			
APPROPRIATIONS			
Government Code Section 75025	\$153,798	\$182,047	\$187,508
Number of Annuitants (JRS I)	<u>(1,702)</u>	<u>(1,715)</u>	<u>(1,767)</u>
TOTALS, EXPENDITURES	<u>\$153,798</u>	<u>\$182,047</u>	<u>\$187,508</u>
0884 Judges' Retirement System II Fund			
APPROPRIATIONS			
Government Code Section 75522	\$1,005	\$1,038	\$1,233
Number of Annuitants (JRS II)	<u>(11)</u>	<u>(12)</u>	<u>(14)</u>
TOTALS, EXPENDITURES	<u>\$1,005</u>	<u>\$1,038</u>	<u>\$1,233</u>
TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)	<u>\$154,803</u>	<u>\$183,085</u>	<u>\$188,741</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations, Local Assistance and Unclassified)	\$311,303	\$377,560	\$417,075

FUND CONDITION STATEMENTS

	2006-07*	2007-08*	2008-09*
0815 Judges' Retirement Fund ^N			
BEGINNING BALANCE	\$17,809	\$6,792	\$176
Prior year adjustments	<u>70</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$17,879	\$6,792	\$176
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
215000 Income From Investments	1,186	1,073	1,073
216000 Fees and Licenses (Filing Fees)	2,561	2,720	2,721
221000 Contributions From Judges	9,768	11,070	10,349
221000 Refunds of Contributions	-	-162	-162
221000 Contributions From State	8,980	10,241	10,349
221000 Contributions For Assignments	460	1,039	1,039
299000 Budget Act Appropriation (Administration) (Transfer From General Fund)	705	705	1,037
299000 Budget Act Appropriation (Transfer From General Fund)	119,753	149,607	177,766

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0390 Contributions to the Judges' Retirement System - Continued

	<u>2006-07*</u>	<u>2007-08*</u>	<u>2008-09*</u>
Total Revenues, Transfers, and Other Adjustments	\$143,413	\$176,293	\$204,172
Total Resources	\$161,292	\$183,085	\$204,348
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0390 Contributions to the Judges' Retirement System (Unclassified)	153,798	182,047	187,508
0840 State Controller (State Operations)	1	1	1
1900 Public Employees' Retirement System (State Operations)	<u>701</u>	<u>861</u>	<u>861</u>
Total Expenditures and Expenditure Adjustments	<u>\$154,500</u>	<u>\$182,909</u>	<u>\$188,370</u>
FUND BALANCE	\$6,792	\$176	\$15,978
0884 Judges' Retirement System II Fund ^N			
BEGINNING BALANCE	\$218,987	\$290,699	\$357,493
Prior year adjustments	<u>13</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$219,000	\$290,699	\$357,493
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
215000 Income From Investments	35,426	21,553	21,553
221000 Contributions From Judges	11,647	13,626	15,738
221000 Contributions From State	27,062	33,922	39,182
221000 Refunds of Contributions	<u>-981</u>	<u>-690</u>	<u>-690</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$73,154</u>	<u>\$68,411</u>	<u>\$75,783</u>
Total Resources	\$292,154	\$359,110	\$433,276
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0390 Contributions to the Judges' Retirement System (Unclassified)	1,005	1,038	1,233
1900 Public Employees' Retirement System (State Operations)	<u>450</u>	<u>579</u>	<u>579</u>
Total Expenditures and Expenditure Adjustments	<u>\$1,455</u>	<u>\$1,617</u>	<u>\$1,812</u>
FUND BALANCE	\$290,699	\$357,493	\$431,464

* Dollars in thousands, except in Salary Range.