

### 0390 Contributions to the Judges' Retirement System

The Judges' Retirement System provides retirement benefit funding for judges on California's Supreme, Appellate, and Superior/Municipal courts.

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. Active judges and the state each contribute 8 percent of salary to the Judges' Retirement System. 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 sources 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 the Judges' Retirement System II. The Judges' Retirement System II receives contributions from judges equal to 8 percent of salary as well as any investment income. The state's contributions are adjusted annually to maintain actuarial soundness of the fund. Judges' Retirement System II members eligible for a service retirement have the option of choosing the monetary credit plan (a lump-sum return of contributions and interest earned) or the defined benefit plan.

Effective January 1, 2013, provisions of the California Public Employees' Pension Reform Act of 2013, Chapter 296, Statutes of 2012 (AB 340), require that new judges contribute 50 percent of the normal cost of their pension benefits.

#### 3-YR EXPENDITURES AND POSITIONS

	Positions			Expenditures		
	2012-13	2013-14	2014-15	2012-13*	2013-14*	2014-15*
10 State Operations	-	-	-	\$3,703	\$3,523	\$3,463
20 Local Assistance	-	-	-	209,333	237,875	232,344
99 Unclassified (Benefit Payments)	-	-	-	197,602	196,036	215,802
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>	-	-	-	<b>\$410,638</b>	<b>\$437,434</b>	<b>\$451,609</b>
<b>FUNDING</b>				<b>2012-13*</b>	<b>2013-14*</b>	<b>2014-15*</b>
0001 General Fund				\$213,036	\$241,398	\$235,807
0815 Judges' Retirement Fund				187,084	190,616	209,073
0884 Judges' Retirement System II Fund				10,518	5,420	6,729
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>				<b>\$410,638</b>	<b>\$437,434</b>	<b>\$451,609</b>

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, Chapters 11 and 11.5.

#### DETAILED BUDGET ADJUSTMENTS

	2013-14*			2014-15*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
<b>Workload Budget Adjustments</b>						
<b>Other Workload Budget Adjustments</b>						
• Miscellaneous Adjustments	-\$3,827	-\$18,507	-	-\$9,418	\$1,259	-
<b>Totals, Other Workload Budget Adjustments</b>	<b>-\$3,827</b>	<b>-\$18,507</b>	<b>-</b>	<b>-\$9,418</b>	<b>\$1,259</b>	<b>-</b>
<b>Totals, Workload Budget Adjustments</b>	<b>-\$3,827</b>	<b>-\$18,507</b>	<b>-</b>	<b>-\$9,418</b>	<b>\$1,259</b>	<b>-</b>
<b>Totals, Budget Adjustments</b>	<b>-\$3,827</b>	<b>-\$18,507</b>	<b>-</b>	<b>-\$9,418</b>	<b>\$1,259</b>	<b>-</b>

\* Dollars in thousands, except in Salary Range.

## 0390 Contributions to the Judges' Retirement System - Continued

### Judges' Retirement Fund Summaries

0815 Judges' Retirement Fund	PY 2012-13	CY 2013-14	BY 2014-15
<b>Beginning Balance</b>	\$73,027	\$53,888	\$59,225
<b>Revenues:</b>			
Investment Income	\$81	\$60	\$66
Other Income	2,482	2,862	2,862
State Contributions	160,171	188,357	178,699
Member Contributions	4,909	4,275	3,506
Other Contributions	1,632	1,846	1,846
Contribution Refunds	-	(6)	(6)
<b>Total Revenues</b>	<b>\$169,275</b>	<b>\$197,394</b>	<b>\$186,973</b>
<b>Expenditures:</b>			
Pension Benefit Payments	\$187,084	\$190,616	\$209,073
Administrative Expenditures	1,330	1,441	1,441
<b>Total Expenditures</b>	<b>\$188,414</b>	<b>\$192,057</b>	<b>\$210,514</b>
 <b>Ending Fund Balance</b>	 <b>\$53,888</b>	 <b>\$59,225</b>	 <b>\$35,684</b>
 <b>0884 Judges' Retirement System II Fund</b>	<b>PY</b> 2012-13	<b>CY</b> 2013-14	<b>BY</b> 2014-15
<b>Beginning Balance</b>	\$655,337	\$794,909	\$903,600
<b>Revenues:</b>			
Investment Income	\$79,512	\$45,707	\$51,957
State Contributions	52,865	53,041	57,108
Member Contributions	18,618	18,703	20,138
Other Contributions	-	100	100
Contribution Refunds	(59)	(2,488)	(2,488)
<b>Total Revenues</b>	<b>\$150,936</b>	<b>\$115,063</b>	<b>\$126,815</b>
<b>Expenditures:</b>			
Pension Benefit Payments	\$10,518	\$5,420	\$6,729
Administrative Expenditures	846	952	952
<b>Total Expenditures</b>	<b>\$11,364</b>	<b>\$6,372</b>	<b>\$7,681</b>
 <b>Ending Fund Balance</b>	 <b>\$794,909</b>	 <b>\$903,600</b>	 <b>\$1,022,734</b>

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## 0390 Contributions to the Judges' Retirement System - Continued

### DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2012-13*	2013-14*	2014-15*
<b>0001 General Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation (transfer to Judges' Retirement Fund)	\$1,150	\$1,150	\$1,150
Government Code Section 75101 (JRS I)	1,126	941	771
Government Code Section 75600.5 (JRS II)	<u>1,427</u>	<u>1,432</u>	<u>1,542</u>
<b>TOTALS, EXPENDITURES</b>	<b><u>\$3,703</u></b>	<b><u>\$3,523</u></b>	<b><u>\$3,463</u></b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations)</b>	<b>\$3,703</b>	<b>\$3,523</b>	<b>\$3,463</b>
2 LOCAL ASSISTANCE	2012-13*	2013-14*	2014-15*
<b>0001 General Fund</b>			
APPROPRIATIONS			
101 Budget Act appropriation (transfer to Judges' Retirement Fund)	\$153,901	\$182,931	\$174,043
Government Code Section 75101 (JRS I)	3,994	3,335	2,735
Government Code Section 75600.5 (JRS II)	<u>51,438</u>	<u>51,609</u>	<u>55,566</u>
<b>TOTALS, EXPENDITURES</b>	<b><u>\$209,333</u></b>	<b><u>\$237,875</u></b>	<b><u>\$232,344</u></b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)</b>	<b>\$209,333</b>	<b>\$237,875</b>	<b>\$232,344</b>
4 UNCLASSIFIED	2012-13*	2013-14*	2014-15*
<b>0815 Judges' Retirement Fund</b>			
APPROPRIATIONS			
Government Code Section 75025	\$187,084	\$190,616	\$209,073
Number of Annuitants (JRS I)	<u>(1,896)</u>	<u>(1,930)</u>	<u>(1,995)</u>
<b>TOTALS, EXPENDITURES</b>	<b><u>\$187,084</u></b>	<b><u>\$190,616</u></b>	<b><u>\$209,073</u></b>
<b>0884 Judges' Retirement System II Fund</b>			
APPROPRIATIONS			
Government Code Section 75522	\$10,518	\$5,420	\$6,729
Number of Annuitants (JRS II)	<u>(52)</u>	<u>(65)</u>	<u>(79)</u>
<b>TOTALS, EXPENDITURES</b>	<b><u>\$10,518</u></b>	<b><u>\$5,420</u></b>	<b><u>\$6,729</u></b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)</b>	<b><u>\$197,602</u></b>	<b><u>\$196,036</u></b>	<b><u>\$215,802</u></b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations, Local Assistance and Unclassified)</b>	<b>\$410,638</b>	<b>\$437,434</b>	<b>\$451,609</b>

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