

Court Facilities Trust Fund

Operations & Maintenance and Utility Costs in Courthouses

Presentation to the Judicial Council of California

May 18, 2017

Court Facilities Trust Fund (CFTF)

- History and Revenue of the Court Facilities Trust Fund (CFTF)
- Funding Shortfall
- Action Plan
- Next Steps



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History and Revenue of the CFTF

- Established in 2002 by SB 1732.
- Purpose - Funding ongoing operations, repair, and maintenance of court facilities.



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History and Revenue of the CFTF

Revenue Sources

County Facilities Payments (CFPs)

- Primary source of CFTF revenue – 82%
- Each county remits quarterly
- Not adjusted for inflation

Original intent of Legislature that funding for ongoing operations and maintenance in excess of county payments be provided by the state.



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History and Revenue of the CFTF

Revenue Sources

- CFP – 82%
- Rental/Parking/Night Court – 8%
- General Fund – 7%
- Transfers – 3%



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History and Revenue of the CFTF

Expenditures

- Utilities – 46%
- Maintenance – 42%
- Rent – 11%
- Insurance – 1%



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Funding Shortfall

- Revenue (FY 17/18) - \$115 million
- Expenditures (FY 17/18) - \$122 million
- Reserve (FY 17/18) - \$3 million
- Projected Funding Deficits
 - \$10 million FY 2017/18
 - \$12 - 13 million FY 2018/19 (Projected)



Funding Shortfall

Projected Shortfall in FY 2017/18:

$\$7.3 \text{ million} + \$3 \text{ million reserve} = \10.3 million

Action Plan for Savings:

- Utilities Costs (\$3-4 million)
- Operations & Maintenance Costs (\$5-6 million)
- Other Strategies (\$0-1 million)



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Action Plan

10 percent Cut Across the Board

- Operations & Maintenance Costs
- Utilities Costs



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Action Plan

Operations & Maintenance

- 10 percent Cut
- On-Site Service Providers
- Delegated Courts
- County-Managed Facilities



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Action Plan

Utilities

- 10 Percent Cut
 - Energy-efficiency lighting projects
 - Energy-efficiency HVAC projects
 - Control plug load
 - Track/report utility costs and usage
 - Update energy conservation guidelines



Next Steps

Staff to take all actions necessary to:

1. Reduce utility and maintenance costs, including collaborative effort with local trial courts.
2. Report back on progress at the September 2017 Judicial Council meeting.



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Court Facilities Trust Fund (CFTF) Shortfall

Questions?

