



JUDICIAL COUNCIL OF CALIFORNIA

455 Golden Gate Avenue · San Francisco, California 94102-3688

www.courts.ca.gov

REPORT TO THE JUDICIAL COUNCIL

For business meeting on September 24, 2019

Title

Allocations and Reimbursements to Trial Courts: Reallocation of Unspent Funds for V3 Case Management System Replacement

Rules, Forms, Standards, or Statutes Affected

None

Recommended by

Trial Court Budget Advisory Committee
Hon. Jonathan B. Conklin, Chair

Agenda Item Type

Action Required

Effective Date

September 24, 2019

Date of Report

August 30, 2019

Contact

Donna Newman, 916-263-7498
donna.newman@jud.ca.gov

Executive Summary

The Trial Court Budget Advisory Committee recommends approving the reallocation of unspent funds provided in a 2016–17 budget change proposal for the Superior Court of Sacramento County V3 case management system transition. The allocation will increase the 2019–20 adopted allocation from the State Trial Court Improvement and Modernization Fund (IMF) for the Judicial Council Information Technology office (JCIT).

Recommendation

The Trial Court Budget Advisory Committee recommends that the Judicial Council, effective September 24, reallocate \$1,255,900 in 2019–20 of unspent funds to the JCIT for the Superior Court of Sacramento County V3 case management system replacement.

Relevant Previous Council Action

At the June 24, 2016, Judicial Council meeting, \$3,642,500 was allocated from the IMF to JCIT for the V3 case management system (CMS) replacement project, which included funding for the Superior Court of Sacramento County V3 CMS transition.

Analysis/Rationale

The funds are being requested as a reallocation to unspent funds from JCIT’s 2016–17 approved allocations. This request would be an increase of \$1,255,900 to the existing 2019–20 council-approved JCIT allocation of \$68,105,984 (see Attachment A, column D, row 62). Approval of this request would give JCIT a total allocation of \$69,361,884 in 2019–20.

The V3 CMS transition program received \$21.6 million as a General Fund transfer to the IMF from a 2016–17 budget change proposal. This proposal funded the replacement of V3 CMSs for four superior courts (Sacramento, Orange, San Diego, and Ventura Counties). Funds were allocated by the council in 2016–17 (\$12.4 million) and 2017–18 (\$9.2 million). The funding from this request would be used for the assessment, analysis, procurement, and deployment of a CMS to replace the Sacramento court’s V3 CMS.

The unspent funds have been held in reserve in the IMF fund condition statement (see Attachment B) because they were specifically appropriated to be used for the sole purpose of replacing the V3 CMS in the Sacramento court. The resulting balance from this reallocation does not represent a change to the expected long-term balance because these funds have always been projected to be spent for this purpose. The table below represents the original cost of the project (column B), the total amount expended (column F), and the amount held in reserve (column G).

Court	IBA Amount	Exp/Enc 2016–17	Exp/Enc 2017–18	Exp/Enc 2018–19	Total Expended	Held In Reserve
A	B	C	D	E	F	G
Orange	\$3,400,000	\$411,111	\$2,488,889	\$500,000	\$3,400,000	\$0
Sacramento	3,165,622	524,345	1,385,377		524,345	1,255,900
San Diego	7,997,167	4,571,117	3,426,050		7,997,167	0
Ventura	3,093,640	1,894,784	1,198,856		3,093,640	0
TOTAL	\$17,656,429	\$7,401,357	\$7,113,795	\$500,000	\$15,015,152	\$1,255,900

In 2016–17, a total of \$1,780,000 was encumbered and expected to be transferred from the council to the Sacramento court by the end of the 2018–19 fiscal year via an intra-branch agreement (IBA). The IBA stipulated specific transfer amounts for reaching certain milestones. A total of \$524,345 was transferred prior to the deadline of June 30, 2019, for reaching the first two milestones. However, there was a delay in entering into an agreement with the contractor on the third and final milestone because their requested price was greater than the remaining amount appropriated.

This delay prevented the final transfer of funds by the end of the 2018–19 fiscal year. An agreement was subsequently reached in July 2019 that does not require any additional funding

from the Judicial Council. Approval of this request will allow JCIT to make the final transfer for the Sacramento court IBA.

Policy implications

None.

Comments

This item was not circulated for comment. Public comment was not received for this item when considered by the Trial Court Budget Advisory Committee on August 7, 2019.

Alternatives considered

None.

Fiscal and Operational Impacts

There are no additional costs to implement this recommendation.

Attachments and Links

1. Attachment A: Judicial Council Approved 2019–20 Allocations from the IMF
2. Attachment B: IMF Fund Condition Statement
3. Link A: *Trial Court Allocations: Fiscal Year 2016–17 Allocations from Trial Court Trust Fund and State Trial Court Improvement and Modernization Fund* (June 13, 2016), <https://jcc.legistar.com/View.ashx?M=F&ID=4496693&GUID=FE6C1F1D-A68F-4CB8-B4E7-0596B5A59994>

**Judicial Council Approved 2019-20 Allocations
from the State Trial Court Improvement and Modernization Fund (IMF)
State Operations and Local Assistance Appropriations**

Attachment A

#	Program Name	Office	2019-20 Allocations		
			Judicial Council Approved Allocations	Proposed Adjustments	Pending Total Allocations
A	B	C	D	E	F
	Program Adjustments				
1	Superior Court Audit Program	AS	\$ 409,804		\$ 409,804
2	Phoenix Program	BAP	\$ 1,531,000		\$ 1,531,000
3	Trial Court Procurement/TCAS-MSA-IMF	BAP	\$ 138,625		\$ 138,625
4	Domestic Violence Forms Translation	CFCC	\$ 17,000		\$ 17,000
5	Interactive Software - Self-Rep Electronic Forms	CFCC	\$ 60,000		\$ 60,000
6	Self-Help Center	CFCC	\$ 5,000,000		\$ 5,000,000
7	Statewide Multidisciplinary Education	CFCC	\$ 67,000		\$ 67,000
8	Shriver Civil Counsel- Cy Pres Funding	CFCC	\$ 520,692		\$ 520,692
9	Statewide Support for Self-Help Programs	CFCC	\$ 100,000		\$ 100,000
10	Court Interpreter Testing etc.	CFCC	\$ 143,000		\$ 143,000
	Court Interpreter Testing etc.	COSSO	\$ -		\$ -
11	CJER Faculty	CJER	\$ 36,000		\$ 36,000
12	Distance Education	CJER	\$ -		\$ -
13	Essential Court Management Education	CJER	\$ 35,000		\$ 35,000
14	Essential Court Personnel Education	CJER	\$ 215,000		\$ 215,000
15	Judicial Education	CJER	\$ 916,000		\$ 916,000
16	Budget Focused Training and Meetings	BS	\$ 50,000		\$ 50,000
17	Treasury Services - Cash Management (Support)	BS	\$ 298,216		\$ 298,216
18	Revenue Distribution Training	BS	\$ 9,500		\$ 9,500
19	Workload Assessment Advisory Committee	BS	\$ 8,500		\$ 8,500
20	Trial Court Labor Relations Academies and Forums	HR	\$ 22,700		\$ 22,700
21	CCTC Operations	IT	\$ 1,718,714		\$ 1,718,714
22	ISB Support	IT	\$ 946,153		\$ 946,153
23	Uniform Civil Filing System Unit	IT	\$ 423,779		\$ 423,779
24	CCPOR Development	IT	\$ 524,200		\$ 524,200
25	V3 - ICMS/CMS Release Management Support	IT	\$ 619,669		\$ 619,669
26	Telecommunications Support	IT	\$ 11,749,425		\$ 11,749,425
27	Phoenix Program	IT	\$ 1,685,208		\$ 1,685,208
28	Enterprise Policy & Planning (Statewide Planning and Dev Support)	IT	\$ 4,342,185		\$ 4,342,185
29	Interim Case Management Systems	IT	\$ 1,441,032		\$ 1,441,032
30	Data Integration	IT	\$ 1,841,149		\$ 1,841,149
31	California Courts Technology Center (CCTC)	IT	\$ 7,995,247		\$ 7,995,247
32	Jury Management System	IT	\$ 665,000		\$ 665,000
33	CCPOR (ROM)	IT	\$ 364,848		\$ 364,848
34	Sustain Justice Edition CMS	IT	\$ -		\$ -
35	V3 Case Management System	IT	\$ 1,481,970		\$ 1,481,970
36	Telecom	IT	\$ 5,509,354		\$ 5,509,354
37	V3 CMS Transition	IT	\$ -	\$ 1,255,900	\$ 1,255,900
38	Judicial Performance Defense Insurance	LS	\$ 1,200,000		\$ 1,200,000
39	Jury System Improvement Projects	LS	\$ 19,000		\$ 19,000
40	Litigation Management Program	LS	\$ 6,618,647		\$ 6,618,647
41	Regional Office Assistance Group	LS	\$ 589,192		\$ 589,192
42	Trial Courts Transactional Assistance Program	LS	\$ 651,000		\$ 651,000
43	Subtotal Program Adjustments		\$ 59,963,809	\$ 1,255,900	\$ 61,219,709
44	BCP Adjustments				
45	CMS Replacement - Phase IV	IT	\$ 22,777,259		\$ 22,777,259
46	Futures Commission	IT	\$ 853,000		\$ 853,000
47	Digitizing Court Records	IT	\$ 4,853,000		\$ 4,853,000
48	Phoenix Program ^{1/}	IT	\$ (1,685,208)		\$ (1,685,208)
49	Phoenix Program ^{1/}	BAP	\$ (1,531,000)		\$ (1,531,000)
50	Litigation Management Program ^{1/}	LS	\$ (4,500,000)		\$ (4,500,000)
51	Trial Courts Transactional Assistance Program ^{1/}	LS	\$ (651,000)		\$ (651,000)
52	Subtotal BCP Adjustments		\$ 20,116,051		\$ 20,116,051
53	Total		\$ 80,079,860	\$ 1,255,900	\$ 81,335,760

1/ The approval of this Budget Change Proposal shifted these IMF expenditures to the General Fund.

	Office	Judicial Council Approved Allocations	Proposed Adjustments	Pending Total Allocations
54	Totals by Office			
55	AS	\$ 409,804	\$ -	\$ 409,804
56	BAP	\$ 138,625	\$ -	\$ 138,625
57	CFCC	\$ 5,907,692	\$ -	\$ 5,907,692
	COSSO	\$ -	\$ -	\$ -
58	CJER	\$ 1,202,000	\$ -	\$ 1,202,000
60	BS	\$ 366,216	\$ -	\$ 366,216
61	HR	\$ 22,700	\$ -	\$ 22,700
62	IT	\$ 68,105,984	\$ 1,255,900	\$ 69,361,884
63	LS	\$ 3,926,839	\$ -	\$ 3,926,839
64	Total Allocations	\$ 80,079,860	\$ 1,255,900	\$ 81,335,760

**State Trial Court Improvement and Modernization Fund
Fund Condition Statement
@2019-20 Budget Act (UPDATED REVENUES - April 2019 Actuals)**

#	Description	2016-17 (Year-end Financial Statement)	2017-18 (Year-end Financial Statement)	Estimated			
				2018-2019	2019-2020	2020-2021	2021-22
				A	B	C	D
1	Beginning Balance	6,956,187	9,300,938	14,795,000	12,401,983	8,178,222	8,715,182
2	Prior-Year Adjustments ¹	4,187,917	-5,979,333		0	0	0
3	Adjusted Beginning Balance	11,144,104	3,321,605	14,795,000	12,401,983	8,178,222	8,715,182
4	REVENUES:						
5	Jury Instructions Royalties	607,672	604,495	649,000	689,000	747,000	747,000
6	Interest from SMIF	415,663	863,725	1,047,000	1,047,000	1,047,000	1,047,000
7	Escheat-Unclaimed Checks, Warrants, Bonds	7,615	2,158	0	0	0	1,000
8	50/50 Excess Fines Split Revenue	13,160,903	22,077,608 ^{1/}	9,393,000	9,034,000	8,543,000	8,543,000
9	2% Automation Fund Revenue	12,792,097	12,367,362	12,316,000	10,936,000	10,350,000	10,350,000
10	Other Revenues/SCO Adjustments	0	146	2,000	2,000	2,000	2,000
11	Class Action Residue		205,615	315,077	0	0	0
12	Subtotal Revenues	26,983,950	36,121,109	23,722,077	21,708,000	20,689,000	20,689,000
13	Transfers and Other Adjustments						
14	To TCTF (GC 77209(k))	-13,397,000	-13,397,000	-13,397,000	-13,397,000	-13,397,000	-13,397,000
15	To Trial Court Trust Fund (Budget Act)	-594,000	-594,000	-594,000	-594,000	-594,000	-594,000
16	From State General Fund	0					
16	Total Revenues, Transfers, and Other Adjustments	12,992,950	22,130,109	9,731,077	7,717,000	6,698,000	6,698,000
17	Total Resources	24,137,054	25,451,714	24,526,077	20,118,983	14,876,222	15,413,182
18							
19	EXPENDITURES:						
20	Judicial Branch Total State Operations	6,002,342	4,405,086	4,793,364	5,668,352	4,470,687	4,396,223
22	Judicial Branch Total Local Assistance	65,451,774	63,464,276	52,138,730	75,667,408	48,666,316	45,030,716
21	Pro Rata and Other Adjustments	659,579	305,352	306,000	106,000	400,000	400,000
25	Less funding provided by General Fund (Local Assistance)	-56,618,000	-57,518,000	-45,114,000	-69,501,000	-47,375,962	-43,740,362
25	Total Expenditures and Adjustments	14,836,116	10,656,714	12,124,094	11,940,760	6,161,041	6,086,577
26	Fund Balance	9,300,938	14,795,000	12,401,983	8,178,222	8,715,182	9,326,605
27	Reserve Funds (June 24, 2016 JCC)		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
28	Restricted Funds - Jury Management	1,104,525	799,682	712,682	717,682	775,682	780,682
29	Restricted Funds - Sargent Shriver Civil Counsel		205,615	520,692	0	0	0
30	Restricted Funds - Case Management Systems (CMS)			2,641,277	1,385,377	0	0
31	Fund Balance - less restricted funds	9,300,938	11,789,703	6,527,332	4,075,164	5,939,500	6,545,923
32	Structural Balance	-1,843,166	11,473,395	-2,393,017	-4,223,760	536,959	611,423

¹ State Controllers Office (SCO) recorded 50/50 revenues incorrectly in 2016-17. Actual 50/50 revenue for 2016-17 is \$12,109,826 and 2017-18 is \$12,120,300

² 2018-19 expenditures reflect anticipated savings as recognized by programs in relation to the 2018-19 JCC approved allocations.