



**California Public Employees' Retirement System**  
**Office of the President**  
P.O. Box 942701  
Sacramento, CA 94229-2701  
TTY: (916) 795-3240  
(916) 795-3932 phone • (916) 795-3410 fax  
[www.calpers.ca.gov](http://www.calpers.ca.gov)

April 20, 2017

The Honorable Jerry Brown  
Governor's Office  
State Capitol  
Sacramento, CA 95814

The Board of Administration (Board) of the California Public Employees' Retirement System (CalPERS), has accepted the June 30, 2016 Actuarial Valuation of the Judges' Retirement System (JRS).

As shown in the report, the value of assets at market value as of June 30, 2016 is \$39.8 million. Expected required contributions under the current pay-as-you-go funding approach being followed by the State for Fiscal Year 2016-17 is \$208.3 million. The System's present value of benefits as of June 30, 2016 is \$3.5 billion.

The Board has considered the System's funding deficiency to be a serious matter for many years. The CalPERS Board of Administration urges the Governor and the Legislature to consider implementing some form of advance funding of the Judges Retirement System.

As in prior years, CalPERS staff will be happy to work with the Administration in establishing an advance-funding program that is both financially sound and meets the needs of the State.

Per Government Code 75109.5, the Board is pleased to file the 2016 Judges' Retirement System actuarial valuation with the Governor and the Legislature.

Respectfully,

ROB FECKNER, President  
Board of Administration

Enclosure

cc: Mr. Daniel Alvarez  
Secretary of the State

Ms. Diane F. Boyer-Vine  
Legislative Counsel

Mr. E. Dotson Wilson  
Chief Clerk of the Assembly