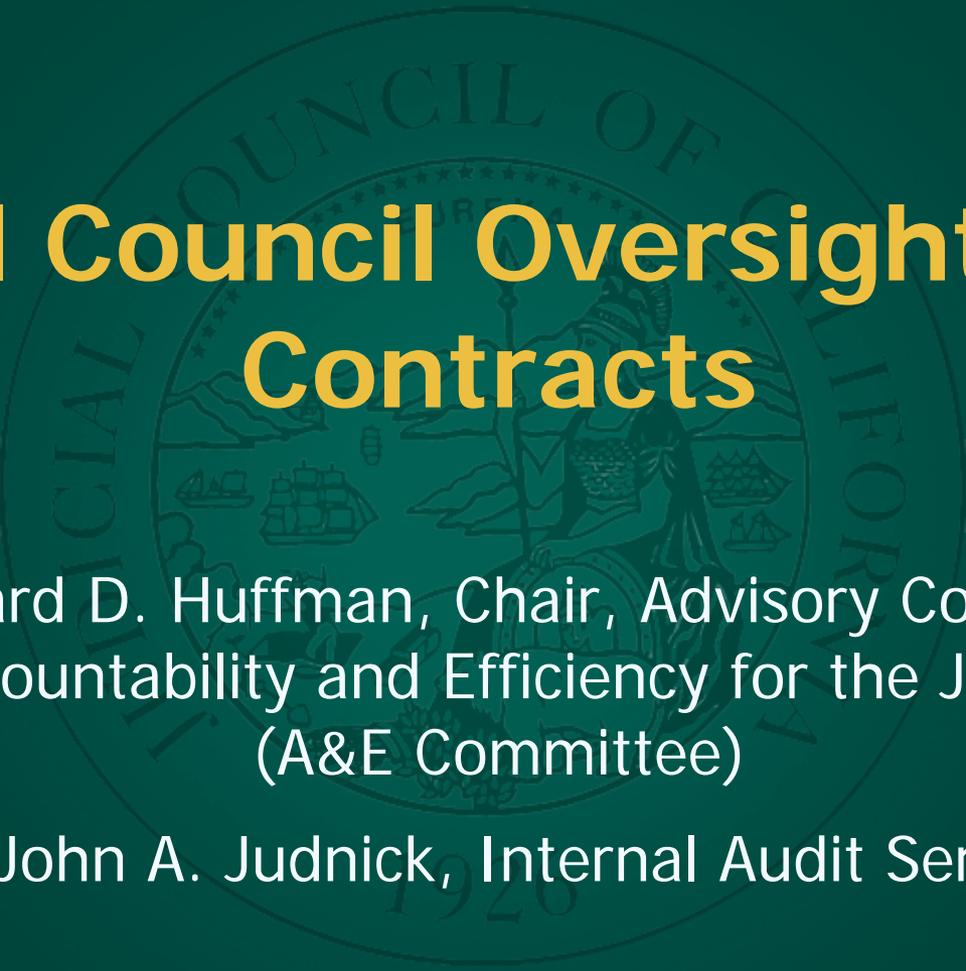


# Judicial Council Oversight of AOC Contracts

The seal of the Judicial Council of California is visible in the background. It features a central figure holding a scale and a sword, surrounded by various symbols of justice and law. The text "JUDICIAL COUNCIL OF CALIFORNIA" is written around the perimeter, and the year "1926" is at the bottom.

Hon. Richard D. Huffman, Chair, Advisory Committee on  
Financial Accountability and Efficiency for the Judicial Branch  
(A&E Committee)

Mr. John A. Judnick, Internal Audit Services

# Oversight of AOC Contracts

1. What should the council's oversight role be?
2. What information does the council need to fulfill its oversight responsibility?
3. What matters are material?
4. What practices does A&E recommend to enhance the financial accountability and transparency associated with these contracts?

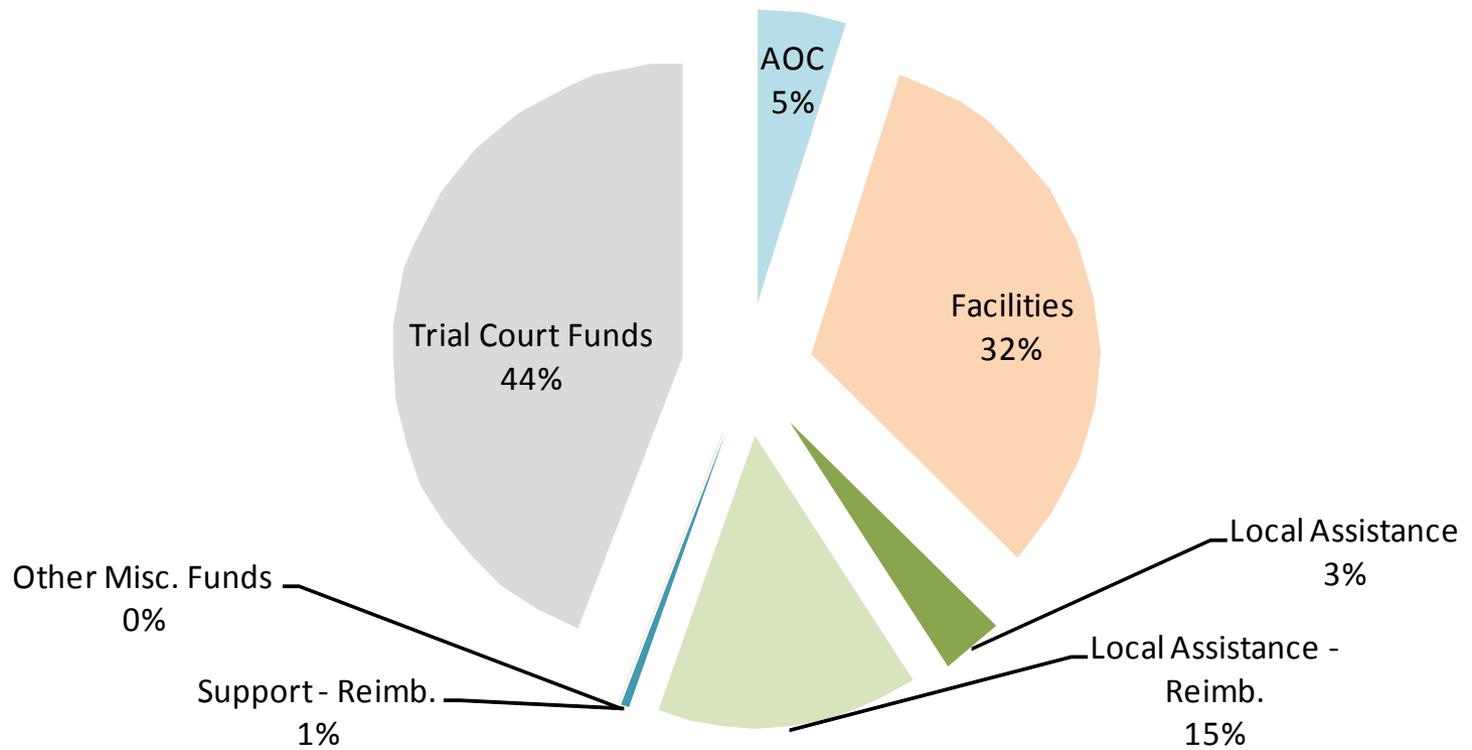
# AOC Contracts Perspective

- Majority of AOC contracts are for the benefit of the trial courts:
  - Trial court funds (TCTF, IMF, Workers' Compensation Fund)
  - Facilities
  - Local assistance (i.e., DRAFT Program for dependency counsel)
  - Local assistance – reimbursements (i.e., 1058 program for facilitators and commissioners)
  - Support – reimbursements (Other AOC grants including training re Self Help Centers, etc.)
- Analysis of contract payments on funds administered by the JC/AOC on following chart and table

# Fiscal Year 2012 - 2013

## Contract Payments on Funds Administered by the Judicial Council/AOC

(Excludes Appellate Court Trust Fund and Construction Funds)



**Fiscal Year 2012 - 2013**  
**Contract Payments on Funds Administered by the Judicial Council/AOC**  
**(Excludes Appellate Court Trust Fund and Construction Funds)**

Fund Grouping	Fund			Grouping Total	
	#	Name	Amount		
<b>AOC - specific</b>	0001	General Fund *	\$ 17,153,875.25		
	0942	Special Deposit Fund	15,318.51		
	9728	Judicial Branch Workers' Compensation Fund	96,872.17	\$ 17,266,065.93	5.1%
<b>Facilities</b>	3037	State Court Facilities Trust	\$ 21,922,095.35		
	3066	Court Facilities Trust	61,090,583.48		
	3138	Immediate & Critical Needs	22,358,878.02		
	9733	Court Facilities Architectural	4,839,575.90	110,211,132.75	32.3%
<b>Local Assistance</b>	0001	General Fund	\$ 11,546,897.12	11,546,897.12	3.4%
<b>Local Assistance - Reimbursements</b>	0001	General Fund	\$ 49,872,723.99	49,872,723.99	14.6%
<b>Support - Reimbursements</b>	0001	General Fund	\$ 1,371,082.78	1,371,082.78	0.4%
<b>Other Miscellaneous Funds</b>	0587	Family Law Trust Fund	\$ 11,195.64		
	3085	Mental Health Fund	29,341.14		
	8059	State Community Corrections Performance Incentives Fund	40,706.03	81,242.81	0.0%
<b>Trial Court Funds</b>	0159	Trial Court Improv. & Modern.	\$ 39,116,475.16		
	0932	Trial Court Trust Fund	109,177,131.32		
	9728	Judicial Branch Workers' Compensation Fund	2,401,678.82	\$ 150,695,285.30	44.2%
<b>TOTAL</b>			<b>\$ 341,044,430.68</b>	<b>100.0%</b>	

\* Includes \$3,619,000 for the California Highway Patrol for the statewide appellate judicial protection security contract.

# AOC Contract Payments Fiscal Year 2012 - -2013

AOC –specific General Fund payments      \$17,154,000

Almost 75% involves payments on 3 contracts:

- CHP security contract                      \$ 3,619,000
- Clerical services contract                 \$ 3,241,000
- Oracle America, Inc.                        \$ 5,592,000

# AOC Contract Payments Fiscal Year 2012 - -2013

Other General Fund contractual payment examples:

HR – Employee Assistance Program, HREMS Education System

Security – Continuity of Operations Plans software

IS – Data backup and recovery services (Iron Mt.), Webex services

FSO – Legal database access (West), Facility moving services



# Recommendations

Four categories of recommendations listed on pages 1 through 3:

1. Review and reporting - 8 recommendations
  - Includes recommendation #7 regarding submission of Judicial Branch Contract Manual updates and revisions to the committee for review.
2. Review criteria
  - General criteria – 3 recommendations
  - Specific criteria – 2 recommendations

# Recommendations

Four categories of recommendations listed on pages 1 through 3:

3. Exclusions from the Committee's Review

4. Audits



# Recommendations

Request approval of recommendations as presented on:

1. Review and reporting;
2. Review criteria;
3. Exclusions from the Committee's review; and
4. Audits.

# THANK YOU



ADMINISTRATIVE OFFICE  
OF THE COURTS