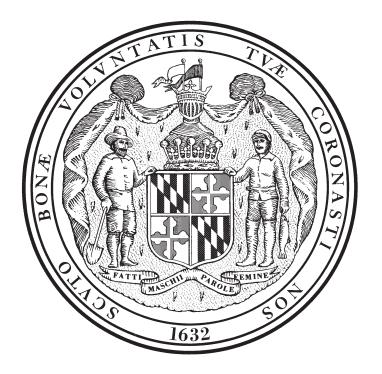
REPORT OF THE JUDICIAL COMPENSATION COMMISSION



Annapolis, Maryland January 2009

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MARYLAND GENERAL ASSEMBLY JUDICIAL COMPENSATION COMMISSION January 5, 2009

The Honorable Martin J. O'Malley

Governor, State of Maryland

The Honorable Thomas V. Mike Miller, Jr. President of the Senate

The Honorable Michael E. Busch Speaker of the House of Delegates

Gentlemen:

Herewith, the Judicial Compensation Commission transmits to you the commission's 2008 review and analysis of judicial compensation in Maryland. In accordance with § 1-708 of the Courts and Judicial Proceedings Article, joint resolutions setting forth the commission's fiscal 2010 salary recommendations will be introduced in both houses of the General Assembly for their consideration in January 2009.

The commission recommends the salaries of all Maryland judges be increased over a four-year period in accordance with the following table. Pursuant to statute, judges will not receive any general salary increases proposed by the Governor for State employees in any fiscal year in which a judge's salary is increased in accordance with this resolution.

| Judges' Salary <u>Proposal</u> | Current <u>Salary</u> | Proposed 7/1/2009 | Proposed <u>7/1/2010</u> | Proposed <u>7/1/2011</u> | Proposed 7/1/2012 | <u>Phase-in</u> |
|-----------------------------------|--------------------------|----------------------|-----------------------------|-----------------------------|----------------------|-----------------|
| Court of Appeals | | | | | * | |
| Chief Judge | \$181,352 | \$190,463 | \$200,121 | \$210,358 | \$221,210 | \$39,858 |
| Judge | 162,352 | 171,463 | 181,121 | 191,358 | 202,210 | 39,858 |
| Court of Special | | | | | | |
| Appeals Chief Index | £150 550 | \$161 662 | ¢171 221 | ¢101 550 | \$100 410 | £20 959 |
| Chief Judge | \$152,552 | \$161,663 | \$171,321 | \$181,558 | \$192,410 | \$39,858 |
| Associate Judge | 149,552 | 158,663 | 168,321 | 178,558 | \$189,410 | 39,858 |
| Circuit Court | \$140,352 | \$149,463 | \$159,121 | \$169,358 | \$180,210 | \$39,858 |
| District Court | | | | | | |
| Chief Judge | \$149,552 | \$158,663 | \$168,321 | \$178,558 | \$189,410 | \$39,858 |
| Associate Judge | 127,252 | 136,363 | 146,021 | 156,258 | 167,110 | 39,858 |
| | | | | | | |

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The Honorable Martin J. O'Malley The Honorable Thomas V. Mike Miller, Jr. The Honorable Michael E. Busch January 5, 2009 Page 2

The members of the commission continue to appreciate this opportunity and privilege to serve the citizens of Maryland in this important function and would be pleased to meet with you and the members of the General Assembly to discuss the findings and proposals resulting from their work to date.

Sincerely. Brek

Elizabeth J. Buck Chairman

EJB/FMA/mrm

Maryland Judicial Compensation Commission 2008 Membership Roster

Elizabeth J. Buck Chair

Members

Thomas Barbera

Annette Jones Funn

Edward J. Gilliss

Ray Langston

John Paterakis

Alice G. Pinderhughes

Committee Staff

Flora M. Arabo

Jennifer K. Botts

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The Judicial Compensation Commission transmitted its proposal to the Governor on January 5, 2009. (See **Appendix 1**.)

Salary Proposals

The commission has examined salaries paid to Maryland officials, federal judges, judges in all other states, and received information or presentations from the Department of Legislative Services and the Judiciary. Based on a review of this information, the Judicial Compensation Commission proposes a \$39,858 increase for all judges to be phased in over a four-year period.

The commission voted to recommend the following salaries effective for each of the next four fiscal years:

Fiscal 2010 Salary Effective July 1, 2009

| Court of Appeals Chief Judge Judge | \$190,463 171,463 |
|--|----------------------|
| Court of Special Appeals Chief Judge Associate Judge | 161,663 158,663 |
| Circuit Court Judge | 149,463 |
| District Court Chief Judge Associate Judge | 158,663 136,363 |

Fiscal 2011 Salary Effective July 1, 2010

| Court of Appeals | |
|------------------------|-----------|
| Chief Judge | \$200,121 |
| Judge | 181,121 |
| Court of Spec. Appeals | |
| Chief Judge | 171,321 |
| Associate Judge | 168,321 |
| Circuit Court Judge | 159,121 |
| District Court | |
| Chief Judge | 168,321 |
| Associate Judge | 146,021 |

Fiscal 2012 Salary Effective July 1, 2011

| Court of Appeals | |
|------------------------|-----------|
| Chief Judge | \$210,358 |
| Judge | 191,358 |
| Court of Spec. Appeals | |
| Chief Judge | 181,558 |
| Associate Judge | 178,558 |
| Circuit Court Judge | 169,358 |
| District Court | |
| Chief Judge | 178,558 |
| Associate Judge | 156,258 |

Fiscal 2013 Salary Effective July 1, 2012

| Court of Appeals Chief Judge Judge | \$221,210 \$202,210 |
|--|------------------------|
| Court of Spec. Appeals Chief Judge Associate Judge | \$192,410 \$189,410 |
| Circuit Court Judge | \$180,210 |
| District Court Chief Judge Associate Judge | \$189,410 \$167,110 |

Appendix 1 contains the formal letter of transmittal of the commission's recommendations.

Legislative Action

By statute, the commission's salary recommendations to the General Assembly for the 2009 session must be introduced as a joint resolution in each house of the General Assembly by the fifteenth day of the session.

Section 1-708(d) of the Courts and Proceedings Article of Judicial the Annotated Code of Maryland provides that the General Assembly may not amend the resolution to increase the recommended salaries. Should the General Assembly not adopt or amend the joint resolution to reduce the proposal within 50 days after its introduction, the salaries recommended by the commission become effective for fiscal 2010 on July 1, 2009, and on July 1 each subsequent year through July 1, 2012. If the General Assembly rejects any or all of the commission's salary recommendations, the salaries of the judges remain unchanged, unless, pursuant to the Courts and Judicial Proceedings Article, Section 1-703(b), the judges' salaries are increased by the same percentage awarded to State employees.

Benefits

The commission did not discuss the issue of benefits and has no proposed changes in this regard.

In 1980, the General Assembly created the Judicial Compensation Commission by adding § 1-708 to the Courts and Judicial Proceedings Article of the Annotated Code of Maryland.

Statutory Provisions and Reporting Requirements

The commission includes seven members, all appointed to six-year terms by the Governor and nominated as follows: two by the President of the Senate, two by the Speaker of the House of Delegates, one by the Maryland State Bar Association, and two at large. The commission elects a chairman from among its membership. Appointees serve a six-year term and are eligible for reappointment. Members of the General Assembly, State and local employees or officers, and judges or former judges are not eligible for appointment to the commission.

Section 1-708, which appears in **Appendix 2**, provides the following:

- Beginning in 2004, the commission must review salaries and pensions and make written recommendations to the Governor and the General Assembly every four years.
- A joint resolution incorporating the commission's salary recommendations must be introduced in each house of the General Assembly by the fifteenth day of the session following the commission's proposals.
- The General Assembly may amend the joint resolution to decrease, but not increase, any of the commission's salary recommendations. The General Assembly may not reduce the salary of a judge below current levels. Failure to adopt or amend the joint resolution within 50 calendar days after its introduction results in adoption of the salaries recommended by the commission. If the General Assembly rejects any of the commission's recommendations, the salaries of the judges remain unchanged, unless modified under other provisions of law.
- Commission pension recommendations shall be introduced as legislation by the Presiding Officers of the Senate and the House of Delegates. These recommendations shall become effective only if passed by both houses.

Judicial salaries are also adjusted in accordance with §§ 1-702 and 1-703 of the Courts and Judicial Proceedings Article. Pursuant to Chapter 444 of 2005 (the Budget Reconciliation and Financing Act of 2005), § 1-703 provides that general State employee salary increases apply to judges only in years in which judges' salaries are not increased in accordance with a resolution from the commission's recommendations. Section 1-702 provides that the Chief Judge of the District Court receive a salary equivalent to the salary paid to an Associate Judge of the Court of Special Appeals.

Activities to Date

1986

6.3-8.9%

When established, the commission was required to review judicial salaries and pensions every two years and make recommendations every four years; however, the commission could review and make recommendations more often. Since it began its deliberations in late-1980, the commission has met 53 times and made several salary proposals, the first of which applied to fiscal 1983. Exhibit 1.1 summarizes the commission's previous salary proposals and subsequent General Assembly actions from fiscal 1983 through 2006.

| Salary Proposals Judicial Compensation | | | | | | |
|---|---|----------------------|--------------------------|--|--|--|
| Fiscal Year | Commission Proposal | Assembly Action | Employee Increase | | | |
| 2006 | Four-year phase in of \$15,000-\$30,000 | None ⁽¹⁾ | 1.50% | | | |
| 2005 | Four-year phase in of \$15,000-\$30,000 | Reject | \$752 | | | |
| 2004 | None | None | None | | | |
| 2003 | 5% increase | Reject | None ⁽²⁾ | | | |
| 2002 | None | None | 4% | | | |
| 2001 | \$10,000 | Reject | 4% ⁽³⁾ | | | |
| 2000 | None | None | \$1,275 ⁽⁴⁾ | | | |
| 1999 | \$11,275 | None | \$1,275 ⁽⁴⁾ | | | |
| 1998 | \$9,000 | Reject | None | | | |
| 1997 ⁽⁵⁾ | 2.9%, 9.5-10% | 2.9-3.0% | None | | | |
| 1996 | None | None | 2% | | | |
| 1995 | 3-8.1% | Reject | 3% | | | |
| 1994 | None | None | None ⁽⁶⁾ | | | |
| 1993 | None | None | None ⁽⁷⁾ | | | |
| 1992 | None | None | None ⁽⁷⁾ | | | |
| 1991 | 4% | 4-25% ⁽⁹⁾ | 4% | | | |
| 1990 | None | None | 4% | | | |
| 1989 | 10.5-14.3% | 10.5-14.3% | 4% | | | |
| 1988 | 13.0-22.7% | 6.4-11.8% | 2.50% | | | |
| 1987 | None | None | 3.50% | | | |
| 1006 | CO 0.001 | D 1 | 10/ | | | |

Reject

4%

Exhibit 1.1 Salary Proposals

Exhibit 1.1 (continued)

| <u>Fiscal Year</u> | Commission Proposal | Assembly Action | Employee Increase |
|--------------------|----------------------------|-----------------|--------------------------|
| | | | |
| 1985 | 11.2-13.9% | 9% | 6% |
| 1984 | None | None | None |
| 1983 | 10.5-12.1% | 10.5-12.1% | 9% |

⁽¹⁾ 4.0% COLA effective November 15, 2000.

⁽²⁾ For fiscal 1999 and 2000, the General Assembly approved a COLA in the dollar amount of \$1,275 for all State employees. By statute, members of the Judiciary received the same percentage COLA.

⁽³⁾ The Judicial Compensation Commission's recommended increase took effect because the General Assembly failed to act on the resolution within the required 50-day timeframe.

⁽⁴⁾ For fiscal 2003, the General Assembly approved a 4.0% cost-of-living (COLA) effective January 1, 2002. By statute, members of the Judiciary received the same percentage COLA.

⁽⁵⁾ For fiscal 1997, the General Assembly approved the 2.9% increase recommended for the Chief Judge of the Court of Appeals. All others were amended to a 3.0% increase. All salary adjustments were delayed until October 1, 1996.

⁽⁶⁾ In fiscal 1994, Executive and Judicial employees (except judges) received in-grade increments but no general salary increase. Legislative Branch employees received a uniform 3.0% increase but no increments.

⁽⁷⁾ Employees in all three branches of government did not receive in-grade increments in fiscal 1992 and 1993.

⁽⁸⁾ All employees of the Executive, Legislative, and Judicial branches, except judges and elected officials, were required to take one to five days leave without pay in fiscal 1992.

⁽⁹⁾ The Chief Judge of the Court of Appeals received a 25.0% salary increase.

Source: Department of Legislative Services

The commission made no formal recommendations other than to endorse the general salary increase for fiscal 1984, 1987, 1990, 1992, 1993, 1994, 1996, 2000, 2002, and 2004. The commission made formal recommendations in fiscal 1983, 1985, 1988, 1989, and 1991, which were adopted by the General Assembly. The commission made formal recommendations in 1986, 1995, 1998, 2001, 2003, and 2005, which were rejected.

The commission recommended salary increases for 1997 ranging from 9.5 to 10.0 percent, with the exception of the Chief Judge of the Court of Appeals, for whom a 2.9 percent increase was recommended. The General Assembly amended the proposal to a 3.0 percent increase, with the chief judge maintaining a 2.9 percent increase. Further, implementation was delayed three months.

The commission recommended an \$11,275 salary increase for fiscal 1999 for all members of the Judiciary. This recommendation was adopted, effective July 1, 1998, when the General Assembly failed to act on the resolution within the required 50 days.

Due to substantial State budget shortfall projections, in the 2003 session the commission elected not to recommend judicial salary increases for fiscal 2004.

During the 2004 session, the commission recommended the four-year phase-in shown in **Exhibit 1.2**.

| Exhibit 1.2 Judicial Compensation Commission Salary Proposal | | | | | | |
|--|--------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------|
| | Current <u>Salary</u> | Proposed <u>7-1-2004</u> | Proposed <u>7-1-2005</u> | Proposed <u>7-1-2006</u> | Proposed <u>7-1-2007</u> | <u>Phase-in</u> |
| Court of Appeals | | | | | | |
| Chief Judge | \$150,600 | \$155,100 | \$162,600 | \$171,600 | \$180,600 | \$30,000 |
| Associate Judge | 131,600 | 136,100 | 143,600 | 152,600 | 161,600 | 30,000 |
| Court of Special Appeals | | | | | | |
| Chief Judge | \$126,800 | \$130,550 | \$136,800 | \$144,300 | \$151,800 | \$25,000 |
| Associate Judge | 123,800 | 127,550 | 133,800 | 141,300 | 148,800 | 25,000 |
| Circuit Court | \$119,600 | \$122,600 | \$127,600 | \$133,600 | \$139,600 | \$20,000 |
| District Court | | | | | | |
| Chief Judge | \$123,800 | \$127,550 | \$133,800 | \$141,300 | \$148,800 | \$25,000 |
| Associate Judge | 111,500 | 113,750 | 117,500 | 122,000 | 126,500 | 15,000 |
| Source: Department of Legis | lative Services | | | | | |

The General Assembly rejected this proposal and left judicial salaries at their current level. The General Assembly approved a cost-of-living adjustment in the dollar amount of \$752 for all State employees.

During the 2005 legislative session, the commission resubmitted the salary recommendations that were not adopted during the 2004 session. The *Supplement to the 2004 Report of the Judicial Compensation Commission* advised that, if the salaries were increased as proposed, the commission did not intend to make another salary recommendation until 2010.

When the General Assembly failed to act on the legislation within the required time period, the proposal was implemented by operation of law, rendering the salary structure, shown in **Exhibit 1.3**, effective.

4

| Exhibit 1.3 |
|---|
| Judicial Compensation Commission |
| Salary Proposal |

| Judges Salary Proposal | Current <u>Salary</u> | Effective <u>7-1-2005</u> | Effective <u>7-1-2006</u> | Effective <u>7-1-2007</u> | Effective <u>7-1-2008</u> | <u>Phase-in</u> |
|---------------------------------|--------------------------|------------------------------|------------------------------|------------------------------|------------------------------|-----------------|
| Court of Appeals | | | | | | |
| Chief Judge | \$151,352 | \$155,852 | \$163,352 | \$172,352 | \$181,352 | \$30,000 |
| Associate Judge | 132,352 | 136,852 | 144,352 | 153,352 | 162,352 | 30,000 |
| Court of Special Appeals | | | | | | |
| Chief Judge | \$127,552 | \$131,302 | \$137,552 | \$145,052 | \$152,552 | \$25,000 |
| Associate Judge | 124,552 | 128,302 | 134,552 | 142,052 | 149,552 | 25,000 |
| Circuit Court | \$120,352 | \$123,352 | \$128,352 | \$134,352 | \$140,352 | \$20,000 |
| District Court | | | | | | |
| Chief Judge | \$124,552 | \$128,302 | \$134,552 | \$142,052 | \$149,552 | \$25,000 |
| Associate Judge | 112,252 | 114,502 | 118,502 | 122,752 | 127,252 | 15,000 |
| | | | | | | |

Source: Department of Legislative Services

Report of the Judicial Compensation Commission

Chapter 2. Compensation Principles and Data

Over the last 28 years, certain compensation principles have guided the commission's judicial salary recommendations. This section discusses the compensation principles and summarizes salary data reviewed by the commission.

Compensation Principles

The commission considered many compensation principles and variables when developing its recommendations for the next four fiscal years. The commission members identified these themes through independent research and from the testimony of Maryland jurists, the State Bar Association, and the Department of Legislative Services, who appeared before the commission. Among the topics discussed were:

- salary levels compared to other Maryland officials, other states' judges, and federal judges;
- economic and fiscal conditions;
- the ability to attract and retain qualified individuals from diverse backgrounds; and
- workplace conditions.
- The commission regarded these factors as applicable and relevant in recommending judicial salaries. It also recognized that all of the issues would need to be collectively considered. For example, achieving parity with the private sector would place Maryland's judicial salaries higher than other states, federal judges, or many cabinet secretaries. Conversely, relying only on salary levels in other states could result in a recommendation too low to attract qualified individuals.

Other principles were difficult to quantify. Cultural, racial, and professional diversity were issues of concern. The need to obtain diversity of jurists, enlist experienced applicants, and attract individuals with a broad range of public and private sector experience were also emphasized. Moreover, it is challenging to recruit skilled individuals to try the most complex cases when the current salary structure equally compensates all judges within each level of court.

Comparability

Comparability relates to salaries paid to Maryland judges as compared to judges in other states and compared to other important elected and appointed officials in Maryland State government and the University System of Maryland. Below are some of the categories the commission considered worthy of comparison when considering the salaries of Maryland judges.

Judges in Other States

The National Center for State Courts routinely surveys all states to compare salaries at each judicial level. Combined with a recent Judiciary Administrative Office of the Courts salary survey, the commission used this data to determine the salary rankings of Maryland judges compared to judges at similar levels in other states. The judicial structure of each state is unique, which results in differences in how judges are appointed, elected and re-elected, the jurisdictions of the court on which they serve, and the method of compensation. These national and regional rankings are shown in **Appendix 3** of this report. The data indicates that 48 states and the District of Columbia have provided salary increases to judges since January 2005, when the commission last met. However in some cases, direct comparisons could not be made from state to state. Few states have the equivalent of Maryland's Chief Judge of the District Court, for instance, so no comparison could be made under this category. However, that position is funded by Maryland statute at the same level as an associate judge on the Court of Special Appeals.

The commission gave serious consideration to the salaries of judges in other states, despite the challenges in making comparisons to Maryland's complete judicial compensation structure. **Exhibit 2.1** compares the regional rankings of judicial salaries between fiscal 2006 and 2009. The data indicates that although Maryland's regional ranking has improved over the last four fiscal years, the State still ranks in the bottom half of the region, except in the category of chief judge of the highest appellate court. The region includes 10 states (Connecticut, Delaware, Maryland, New Jersey, New York, North Carolina, Pennsylvania, Rhode Island, Virginia, and West Virginia) and the District of Columbia.

| | Highest Appellate <u>Chief Judge</u> | Highest Appellate <u>Judge</u> | Intermediate Appellate <u>Chief Judge</u> | Intermediate Appellate <u>Judge</u> | General Trial <u>Court</u> | Court of Limited Jurisdiction |
|--|--|--------------------------------------|---|---|----------------------------------|-------------------------------------|
| Fiscal 2009 | 4 | 7 | 5 | 5 | 7 | 7 |
| Fiscal 2008 | 6 | 7 | 6 | 6 | 9 | 8 |
| Fiscal 2007 | 5 | 9 | 6 | 6 | 9 | 8 |
| Fiscal 2006 | 9 | 9 | 6 | 6 | 9 | 9 |
| Number of States in Comparison Group | 11 | 11 | 7 | 7 | 11 | 10 |
| Note: There is no ade | equate comparions | for Chief Judge o | of the District Court. | | | |

Exhibit 2.1 Maryland's Regional Rankings

Note: There is no adequate comparions for Chief Judge of the District Court. Source: National Center for State Courts Survey of Judicial Salaries

Federal Judges

Comparisons between the salaries of Maryland judges and federal judges were seriously deliberated due to the State's proximity to Washington, DC. Commission members in prior years heard testimony indicating that Maryland judges have left the bench to accept positions in federal courts. Though the two jobs differ slightly, the high compensation, regular salary increases, and lifetime tenure make a federal judicial appointment very attractive. A listing of federal judges' salaries appears in **Appendix 4**.

Salaries of Maryland State Officials

The commission reviewed the salaries of various State officials, including cabinet secretaries, university presidents, and constitutional officers. In fiscal 2009, the salaries for incumbent cabinet secretaries range from \$101,490 to \$195,000, and the salaries of public higher education institution presidents range from \$233,000 to \$490,000. A comprehensive list of salaries for all State officials can be found in **Appendix 5**.

Salaries for the Governor, Lieutenant Governor, Attorney General, Comptroller, Treasurer, and Secretary of State are established every four years by the Governor's Salary Commission. As required by the Maryland Constitution, the commission develops salary recommendations and submits them to the General Assembly for approval. Although in 2006 the Governor's Salary Commission recommended increases for the 2007-2010 term, the proposal was rejected by the General Assembly as shown in **Exhibit 2.2**. The salaries of constitutional

officers were last increased in 2002, when the Governor's Salary Commission recommended, and the General Assembly adopted, a 25 percent increase to be phased in during the 2003-2006 term.

Exhibit 2.2 Salaries of State Constitutional Officers for 2007-2010 Term Calendar 2007-2010

| <u>Officer</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
|---------------------|-------------|-------------|-------------|-------------|
| Governor | \$150,000 | \$150,000 | \$150,000 | \$150,000 |
| Lieutenant Governor | 125,000 | 125,000 | 125,000 | 125,000 |
| Comptroller | 125,000 | 125,000 | 125,000 | 125,000 |
| Attorney General | 125,000 | 125,000 | 125,000 | 125,000 |
| State Treasurer | 125,000 | 125,000 | 125,000 | 125,000 |
| Secretary of State | 87,500 | 87,500 | 87,500 | 87,500 |
| | 2010 | | | |

Source: Maryland Budget Bills, 2007-2010

The General Assembly Compensation Commission submits salary recommendations for the members of the General Assembly. The commission's last recommendation in 2006 was for salaries to remain at their current level as shown in **Exhibit 2.3**.

Exhibit 2.3 General Assembly Compensation for 2007-2010 Term Calendar 2007-2010

| Official | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> | | | |
|--|-------------|-------------|-------------|-------------|--|--|--|
| Members | \$43,500 | \$43,500 | \$43,500 | \$43,500 | | | |
| President of the Senate | 56,500 | 56,500 | 56,500 | 56,500 | | | |
| Speaker of the House | 56,500 | 56,500 | 56,500 | 56,500 | | | |
| Source: Maryland Budget Bills, 2007-2010 | | | | | | | |

The Economy

The commission's past recommendations have reflected an awareness of the State's fiscal condition. The commission did not submit salary proposed increases in years when the budget could not support such increases. The commission did not, for example, recommend an increase in judicial salaries for fiscal 2004, due to the State's economic condition and projected budget deficit.

The commission is once again considering judicial salaries during challenging economic times. Several important events have occurred since the commission last submitted recommendations. In October 2007, the Governor called a special session of the legislature to address a projected structural deficit estimated at \$1.7 billion for fiscal 2009. The legislature adopted a measure to put forth a voter referendum which would allow video lottery terminals (VLTs) in Maryland, and in November 2008, voters passed the constitutional amendment. Although the revenues from VLTs will improve the State's fiscal condition, it is estimated that VLT facilities will not open until calendar 2011 and will not be at full implementation until calendar 2012.

On a broader scale, the national and State economic situation has significantly deteriorated since the commission last met. The Department of Legislative Services briefed the commission on recent developments in the economic and financial climate that have directly affected revenues for the general fund balance, such as declines in existing home sales and employment income, as shown in **Exhibit 2.4.** The expectation for revenues in fiscal 2009 was cited at \$250 million less than required to support the budget with the possibility of further deterioration, and the budget shortfall for fiscal 2010 was estimated at \$1.0 billion. The outlook for fiscal 2012-13 was said to be directly dependent on any action taken during the next legislative session. Although the commission did consider the economic situation, it was only one of many factors that shaped its recommendations.

| <u>Calendar Year</u> | <u>Employment</u> | Initial Unemployment <u>Claims</u> | <u>Personal Income</u> | Existing Home <u>Sales</u> |
|----------------------|-------------------|--|------------------------|-------------------------------|
| 2005 | 1.5% | -6.1% | 5.5% | 0.3% |
| 2006 | 1.3% | -2.4% | 5.7% | -20.9% |
| 2007 | 0.8% | 9.1% | 5.4% | -22.9% |
| YTD 2008 | 0.4% | 20.7% | 5.4% | -33.5% |

Exhibit 2.4 Recent Economic Performances Year-over-year Percent Change

Note: Data for 2008 is through March for Maryland personal income and employment.

Sources: Personal income data from the Bureau of Economic Analysis, U.S. Department of Commerce; Employment and unemployment insurance claims data from the Bureau of Labor Statistics, U.S. Department of Labor; and Maryland home sales from the Maryland Association of Realtors

Recruitment and Advancement

The commission focused on the current salary structure's ability to attract judges with diversity and depth of experience. More attorneys with public sector experience are attracted to the bench than those in the private sector. The average age of recent appointees to the District Court has decreased by eight years since 2005, and the Judiciary reports that it is becoming more difficult to retain judges. Testimony from the Judiciary indicated that between July 1, 2003, and September 4, 2008, 29 judges retired from the bench before reaching the mandatory retirement age of 70.

Judges are frequently paid less than the lawyers appearing before them. Representatives from the Maryland State Bar Association testified that among Baltimore's largest law firms, the lowest starting salary for the fall of 2008 was \$95,000 for first year associates with no experience. Starting salaries for the majority of large law firms ranged from \$95,000 to \$165,000, with some of the salaries reflecting up to a 26 percent increase from the prior year. Further details on the starting salaries at select law firms can be found in **Exhibit 2.5**

Exhibit 2.5 Associate Salaries

| <u>Firm</u> | Starting Salary <u>Fall 2008</u> | Starting Salary <u>Fall 2007</u> |
|---|-------------------------------------|-------------------------------------|
| Ballard, Spahr, Andrews & Ingersoll L.L.P. | \$140,000 | \$130,000 |
| DLA Piper US L.L.P. | 160,000 | 145,000 |
| Gordon, Feinblatt, Rothman, Hoffberger & Hollander L.L.C. | 100,000 | 100,000 |
| Hogan & Hartson | 160,000/137,500 ⁽¹⁾ | 160,000/125,000 ⁽¹⁾ |
| McGuire Woods L.L.P. | 145,000 | 135,000 |
| Miles and Stockbridge | 140,000 | 125,000 |
| Saul Ewing L.L.P. | 135,000 | 135,000 |
| Semmes, Bowen & Semmes P.C. | no set starting salary | |
| Venable L.L.P. | 165,000 | 145,000 |
| Whiteford, Taylor & Preston L.L.P. | 120,000 | 95,000 |
| ⁽¹⁾ Two-tiered salary system | | |

Source: The Daily Record and phone calls to recruiting coordinators.

In addition to market demands, the commission contemplated the appropriate standard of living for judges, recognizing that members of the Judiciary work in the legal community and should maintain a lifestyle commensurate with their peers. This factor may conflict with the fact that judges are public servants. They chose their profession, in many cases, because of their interest in the law and the tremendous significance the bench has in the legal profession. As a result, judges receive a certain job satisfaction that may, to some extent, offset relatively lower economic compensation.

The commission's concerns regarding attraction of qualified individuals are particularly relevant in today's judicial climate. Judges are routinely hearing cases that require a greater understanding of scientific and technical information, including DNA evidence, as well as cases involving complicated business and technology issues, such as partner dissolutions or intellectual property disputes.

Workplace Conditions

The commission also found relevant the increased caseloads in the courts. Each year, the Chief Judge of the Court of Appeals formally certifies to the General Assembly the need for additional judges in the State. This certification is prepared based upon a statistical analysis of the workload of the courts and the comments of the circuit administrative judges and the Chief Judge of the District Court. Although the weighted caseload methodology has consistently supported the need for new judges, no new judgeships have been added since 2005, when the General Assembly authorized 13 new judgeships.

In addition to the increase in case volume and complexity, judges are also handling more challenging dockets due to the increase of *pro se* litigants. Cases with unrepresented individuals consume more time from the bench, as judges must be particularly cautious in ensuring that the rights of all parties are protected. There has also been a significant increase in the number of litigants who require language interpretation, extending the length of cases. And finally, the introduction of problem-solving courts, such as drug courts and mental health courts, has increased workload by greatly increasing the frequency of hearings.

The Future

The commission expressed concern that the salaries of Maryland's judges keep pace with the projected earnings of judges in other states, especially those in the mid-Atlantic region. The Maryland Judicial Conference has consistently strived to achieve parity with the salary structure of the federal judiciary. Former reports of the commission have also expressed this goal of achieving parity with the federal system. While the Judiciary and the commission acknowledged that full parity with the federal system may not be attainable under the current economic climate, the proposed increases will close the gap that exists between the current salaries within the two systems.

Chapter 3. Fiscal 2010-2013 Salary Recommendations

The commission received testimony from various members of the Judiciary and the Department of Legislative Services and reviewed salary data and rankings. As a result of the information that was shared and the discussions that followed, the commission members agreed to a phased-in four-year increase for all judges as a means of ensuring recruitment of talented individuals to the bench. The recommendation is consistent with the commission's 2005 approved plan which also recommended a four-year phase-in of annual increases from fiscal 2006 through 2009. However, the current proposal is a departure from that plan in the way increases are determined. As shown in **Exhibit 3.1**, the recommendation is for a flat dollar increase to all judges. The amount is recalculated annually as 6 percent of the average salary for each of level of court.

The recommended flat dollar increase impacts each judge differently depending on which level of court he or she serves. As **Exhibit 3.2** outlines, the percent salary growth at each level of court increases as salary decreases. This is because a flat dollar hike in pay is of greater benefit to those at lower salaries. However, as the salary of the lowest paid judges goes up with each annual dollar increase, the resulting percent growth declines slightly. The inverse is true of the highest paid judges. Therefore, in year one the highest paid judge would effectively receive a 5.0 percent increase while the lowest paid judges would receive 7.2 percent. By year four, the highest paid judge would receive a 5.2 percent increase while the lowest paid judges would receive 6.9 percent. Over the four-year period, however, the actual salary gap between the highest and lowest paid judges would be maintained at \$54,100.

Exhibit 3.1 Judicial Compensation Commission Salary Recommendations Fiscal 2010-2013

| | Current <u>Salary</u> | Proposed <u>Fiscal 2010</u> | Proposed <u>Fiscal 2011</u> | Proposed <u>Fiscal 2012</u> | Proposed <u>Fiscal 2013</u> | Phase-in |
|---------------------------------------|--------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------|
| Court of Appeals | | | | | | |
| Chief Judge | \$181,352 | \$190,463 | \$200,121 | \$210,358 | \$221,210 | \$39,858 |
| Judge | 162,352 | 171,463 | 181,121 | 191,358 | 202,210 | 39,858 |
| Court of Special Appeals | | | | | | |
| Chief Judge | 152,552 | 161,663 | 171,321 | 181,558 | 192,410 | 39,858 |
| Judge | 149,552 | 158,663 | 168,321 | 178,558 | 189,410 | 39,858 |
| Circuit Court | 140,352 | 149,463 | 159,121 | 169,358 | 180,210 | 39,858 |
| District Court | | | | | | |
| Chief Judge | 149,552 | 158,663 | 168,321 | 178,558 | 189,410 | 39,858 |
| Judge | 127,252 | 136,363 | 146,021 | 156,258 | 167,110 | 39,858 |
| Average Salary | 151,852 | 160,963 | 170,621 | 180,858 | | |
| Increase at 6% ¹ | | 9,111 | 9,658 | 10,237 | 10,851 | 39,858 |
| Incremental Salaries ² | | \$2,734,836 | \$2,898,836 | \$3,072,676 | \$3,256,947 | \$11,963,295 |
| Incremental Social Security (@ 1.45%) | | 39,655 | 42,033 | 44,554 | 47,226 | 173,468 |
| Incremental Pensions ³ | | 1,293,881 | 1,371,505 | 1,453,786 | 1,541,004 | 5,660,175 |
| Incremental Fiscal Impact | | \$4,068,372 | \$4,312,374 | \$4,571,016 | \$4,845,177 | \$17,796,938 |

¹Increase per judge; based on average salary of prior year's judicial salary structure.

²Includes salary increases for Public Defender, State Prosecutor, and members of Workers Compensation Commission, whose salaries are tied to judicial salaries. Does not include incremental costs for State's attorneys, whose salaries are also tied to judicial salaries but are funded locally. ³48.89% pension rate for judges and 9.93% rate for all other State employees.

Note: Average Salary is based on the current salary structure for each level of court, not the weighted average of all judges. Source: Cheiron – Actuary to State Retirement Pension System; Social Security Administration

| | Current <u>Salary</u> | % Increase <u>Year 1</u> | % Increase <u>Year 2</u> | % Increase <u>Year 3</u> | % Increase <u>Year 4</u> |
|----------------------------------|--------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| Court of Appeals | | | | | |
| Chief Judge | \$181,352 | 5.0% | 5.1% | 5.1% | 5.2% |
| Judge | 162,352 | 5.6% | 5.6% | 5.7% | 5.7% |
| Court of Special Appeals | | | | | |
| Chief Judge | 152,552 | 6.0% | 6.0% | 6.0% | 6.0% |
| Judge | 149,552 | 6.1% | 6.1% | 6.1% | 6.1% |
| Circuit Court | 140,352 | 6.5% | 6.5% | 6.4% | 6.4% |
| District Court | | | | | |
| Chief Judge | 149,552 | 6.1% | 6.1% | 6.1% | 6.1% |
| Judge | 127,252 | 7.2% | 7.1% | 7.0% | 6.9% |
| Average | | 6.1% | 6.1% | 6.1% | 6.0% |
| Source: Department of Legislativ | e Services | | | | |

Exhibit 3.2 Judicial Compensation Commission Salary Recommendations Fiscal 2010-2013

Fiscal Impact of Salary Recommendations

Under the commission's current recommendation, judges at all levels would receive salary increases of equal amount. Based on 6 percent of the average salary structure in the preceding year, each judge would receive increases of \$9,111 in fiscal 2010, \$9,658 in fiscal 2011, \$10,237 in fiscal 2012, and \$10,851 in fiscal 2013, for an overall increase of \$39,858 over a four-year period. The total cost to the State of this action would be \$17.8 million: this amount includes \$12.0 million for salary increases, assuming that no new judgeships are granted over the four-year period. This reflects increases for the Public Defender, State Prosecutor, and members of the Workers' Compensation Commission as well, whose salaries are tied to the judicial salary structure. Not included are incremental salary costs for State's attorneys, whose salaries are also tied to judicial salaries. Those expenses are funded locally. This chart reflects the incremental cost to the State for Social Security and pensions which increase as salaries rise.

The commission's proposal also affects the retirement benefit paid to retired judges. After 16 years of service, a member of the Judges' Retirement System (JRS) becomes eligible for the maximum retirement allowance of two-thirds of the annual salary of an active judge in a similar

position. Exhibit 3.1 indicates that the approximate increase in pension costs as a result of the recommendations will be \$1.3 million in the first year and \$5.7 million over the four-year period. This is based on the contribution rate determined by the State's actuary, which is estimated to be 48.89 percent for judges and 9.93 percent for other State employees in fiscal 2010. Appendix 8 provides a more complete description of the JRS.



MARYLAND GENERAL ASSEMBLY JUDICIAL COMPENSATION COMMISSION

January 5, 2009

The Honorable Martin J. O'Malley Governor, State of Maryland State House Annapolis, Maryland 21401

Dear Governor O'Malley:

Herewith, the Judicial Compensation Commission transmits to you the commission's 2008 review and analysis of judicial compensation in Maryland. In accordance with § 1-708 of the Courts and Judicial Proceedings Article, joint resolutions setting forth the commission's fiscal 2010 salary recommendations will be introduced in both houses of the General Assembly for their consideration in January 2009.

The commission recommends the salaries of all Maryland judges be increased over a four-year period in accordance with the following table. Pursuant to statute, judges will not receive any general salary increases proposed by the Governor for State employees in any fiscal year in which a judge's salary is increased in accordance with this resolution.

| Current <u>Salary</u> | Proposed <u>7/1/2009</u> | Proposed <u>7/1/2010</u> | Proposed <u>7/1/2011</u> | Proposed <u>7/1/2012</u> | <u>Phase-in</u> |
|--------------------------|---|--|--|--|--|
| | | | | | |
| \$181,352 | \$190,463 | \$200,121 | \$210,358 | \$221,210 | \$39,858 |
| 162,352 | 171,463 | 181,121 | 191,358 | 202,210 | 39,858 |
| | | | | | |
| | | | | | |
| \$152,552 | \$161,663 | \$171,321 | \$181,558 | \$192,410 | \$39,858 |
| 149,552 | 158,663 | 168,321 | 178,558 | \$189,410 | 39,858 |
| \$140,352 | \$149,463 | \$159,121 | \$169,358 | \$180,210 | \$39,858 |
| | | | | | |
| \$149,552 | \$158,663 | \$168,321 | \$178,558 | \$189,410 | \$39,858 |
| 127,252 | 136,363 | 146,021 | 156,258 | 167,110 | 39,858 |
| | <u>Salary</u> \$181,352 162,352 \$152,552 149,552 \$140,352 \$149,552 | Salary7/1/2009\$181,352\$190,463162,352171,463\$152,552\$161,663149,552\$161,663\$140,352\$149,463\$149,552\$158,663 | Salary 7/1/2009 7/1/2010 \$181,352 \$190,463 \$200,121 162,352 171,463 181,121 \$152,552 \$161,663 \$171,321 149,552 \$149,463 \$159,121 \$140,352 \$158,663 \$168,321 | Salary 7/1/2009 7/1/2010 7/1/2011 \$181,352 \$190,463 \$200,121 \$210,358 162,352 171,463 181,121 \$91,358 \$152,552 \$161,663 \$171,321 \$181,558 149,552 \$161,663 \$168,321 \$181,558 \$140,352 \$149,463 \$159,121 \$169,358 \$149,552 \$158,663 \$168,321 \$178,558 | Salary 7/1/2009 7/1/2010 7/1/2011 7/1/2012 \$181,352 \$190,463 \$200,121 \$210,358 \$221,210 162,352 171,463 181,121 191,358 \$202,210 \$152,552 \$161,663 \$171,321 \$181,558 \$192,410 \$149,552 \$161,663 \$171,321 \$181,558 \$192,410 \$140,352 \$149,463 \$159,121 \$169,358 \$180,210 \$149,552 \$158,663 \$168,321 \$178,558 \$189,410 |

226 Legislative Services Building · 90 State Circle · Annapolis, Maryland 21401-1991 410-946-5530 · FAX 410-946-5555 · TTY 410-946-5401 301-970-5530 · FAX 301-970-5555 · TTY 301-970-5401 The Honorable Martin J. O'Malley January 5, 2009 Page 2

A full report of the commission will follow. On behalf of each commission member, I thank you for the privilege of serving you and the State of Maryland.

Sincerely,

J Buck

Elizabeth J. Buck Chairman

EJB/FMA/mrm

cc: President Thomas V. Mike Miller, Jr. Speaker Michael E. Busch Judge Robert M. Bell Secretary T. Eloise Foster Mr. Karl S. Aro Mr. Warren G. Deschenaux

Appendix 2. Annotated Code of Maryland

Article – Courts and Judicial Proceedings

Title 1. Court Structure and Organization.

Subtitle 7. Judicial Salaries and Allowances

§ 1-701. Compensation not to be diminished during term.

A judge's salary may not be diminished during his continuance in office.

[1973, 1st Sp. Sess., ch. 2, § 1.]

§ 1-702. Judicial salaries established.

(a) In general.- Subject to the provisions of § 1-701 of this subtitle, a judge shall have the salary provided in the State budget.

(b) Chief Judge of the District Court.- The Chief Judge of the District Court, during the period he serves as Chief Judge, shall have a salary equivalent to the annual salary then payable to an associate judge of the Court of Special Appeals.

[An. Code 1957, art. 26, §§ 47, 144; 1973, 1st Sp. Sess., ch. 2, § 1; 2006, ch. 44, § 6.]

§ 1-703. Pay plan; automatic salary increases.

(a) Pay plan.- Title 8, Subtitle 1 of the State Personnel and Pensions Article applies to judicial salaries, except for the provisions of § 8-108(c) of the State Personnel and Pensions Article.

(b) Automatic salary increases; exception.-

(1) Except as provided in paragraph (2) of this subsection, whenever a general salary increase is awarded to State employees, each judge shall receive the same percentage increase in salary as awarded to the lowest step of the highest salary grade for employees in the Standard Pay Plan.

(2) In any year that a judge's salary is increased in accordance with a resolution under § 1-708 of this subtitle, the judge may not receive a salary increase under paragraph (1) of this subsection.

Appendix 2 continued

[An. Code 1957, art. 26, § 47; 1973, 1st Sp. Sess., ch. 2, § 1; 1993, ch. 22, § 1; 1995, ch. 3, § 1; 1996, ch. 347, § 15; 1997, ch. 743; 2002, ch. 19, § 1; 2003, ch. 21, § 1; 2005, ch. 444, § 1.]

§ 1-704. Budget treatment of increases in judicial salaries.

Any increase in judicial salary shall be included in the portion of the budget bill relating to the executive department, and not the portion relating to the judiciary department. Any proposed increase in judicial salary is subject to legislative review and approval.

[An. Code 1957, art. 26, § 47; 1973, 1st Sp. Sess., ch. 2, § 1.]

§ 1-705. Supplementation of salaries prohibited.

(a) "Supplementation" defined.- In this subtitle, "supplementation" means any payment from a political subdivision to a judge or the surviving spouse of a judge, by way of salary, allowances, or pension. The word includes, but is not limited to, any payment in the form of salary, bonus, pension, spouse's benefit, or expense or travel allowance except: (1) reimbursable expenses actually incurred in connection with the duties of judicial office to the extent permitted by § 1-706; and (2) any pension supplementation expressly permitted by public general law. "Supplementation" excludes payment of benefits under a local group health or hospitalization plan if a judge is entitled to those benefits by law.

(b) Prohibition.- Supplementation of a judge's salary is prohibited.

[An. Code 1957, art. 26, § 47; 1973, 1st Sp. Sess., ch. 2, § 1.]

§ 1-706. Reimbursement for expenses.

(a) In general.- A judge is entitled to mileage, at the rate for State employees, for officially authorized travel outside his county of residence on judicial business. He is also entitled to reimbursement for reasonable costs of meals, lodging, and other expenses actually incurred with the officially authorized travel in accordance with provisions of the State joint travel regulations provided that such reimbursement is approved by the judge authorizing the travel and provided for in the State budget.

(b) Additional expenses.- Reimbursable expenses actually incurred by a circuit court judge in connection with his duties, other than the expenses described in subsection (a) of this section, shall be paid by the political subdivision in which the circuit court judge resides, as provided in that subdivision's budget, and as first approved by the State Administrative Office of the Courts.

Appendix 2 continued

[An. Code 1957, art. 26, §§ 47, 144; 1973, 1st Sp. Sess., ch. 2, § 1; 1975, ch. 279.]

§ 1-707. Health or hospitalization benefits for certain judges of District Court.

A judge of the District Court who has continued in office as a judge of that Court pursuant to the provisions of Article IV, § 41-I(a) of the Maryland Constitution, and who on July 4, 1971 was a participant in a group health or group hospitalization plan provided by a local subdivision, and who within six months from July 5, 1971, elected to remain a member of that plan, may continue as a member of the plan. In this event, the local subdivision shall continue to make on behalf of the judge any contributions to the plan required by its terms or by law. The State shall periodically reimburse the local subdivision for contributions made pursuant to this section.

[An. Code 1957, art. 26, § 144; 1973, 1st Sp. Sess., ch. 2, § 1; 1984, ch. 255; 1985, ch. 10, § 3; 2006, ch. 44, § 6.]

§ 1-708. Judicial Compensation Commission.

(a) Salaries and pensions of judges.- The salaries and pensions of the judges of the Court of Appeals, the Court of Special Appeals, the circuit courts of the counties, and the District Court shall be established as provided by this section, §§ 1-701 through 1-707 of this subtitle, and Title 27 of the State Personnel and Pensions Article.

(b) Established.-

(1) There is a Judicial Compensation Commission. The Commission shall study and make recommendations with respect to all aspects of judicial compensation, to the end that the judicial compensation structure shall be adequate to assure that highly qualified persons will be attracted to the bench and will continue to serve there without unreasonable economic hardship.

(2) The Commission consists of seven members appointed by the Governor. No more than three members of the Commission may be individuals admitted to practice law in this State. In nominating and appointing members, special consideration shall be given to individuals who have knowledge of compensation practices and financial matters. The Governor shall appoint:

(i) Two members from a list of the names of at least five nominees submitted by the President of the Senate;

(ii) Two from a list of the names of at least five nominees submitted by the Speaker of the House of Delegates;

Appendix 2 continued

(iii) One from a list of the names of at least three nominees submitted by the Maryland State Bar Association, Inc.; and

(iv) Two at large.

(3) A member of the General Assembly, officer or employee of the State or a political subdivision of the State, or judge or former judge is not eligible for appointment to the Commission.

(4) The term of a member is 6 years, commencing July 1, 1980, and until the member's successor is appointed. However, of the members first appointed to the Commission, the Governor shall designate, one of the members nominated by the President of the Senate to serve for 3 years and one for 6 years; one of the members nominated by the Speaker to serve for 4 years and one for 5 years; the member nominated by the Maryland State Bar Association, Inc., to serve for 3 years; and one of the members at large to serve for 2 years, and one for 6 years. A member is eligible for reappointment.

(5) Members of the Commission serve without compensation, but shall be reimbursed for reasonable expenses incurred in carrying out their responsibilities under this section.

(6) The members of the Commission shall elect a member as chairman of the Commission.

(7) The concurrence of at least five members is required for any formal Commission action.

(8) The Commission may request and receive assistance and information from any unit of State government.

(c) Written recommendations and funding.- Beginning in 2004 and every 4 years thereafter, the Commission shall review the salaries and pensions of the judges of the courts listed in subsection (a) of this section. Beginning in 2008, the Commission shall make written recommendations to the Governor and General Assembly every 4 years, accounting from September 1, 2004. The Governor shall include in the budget for the next fiscal year funding necessary to implement those recommendations, contingent on action by the General Assembly under subsections (d) and (e) of this section.

(d) Recommendation as house joint resolution.-

(1) The salary recommendations made by the Commission shall be introduced as a joint resolution in each House of the General Assembly not later than the fifteenth day of the session. The General Assembly may amend the joint resolution to decrease any of the Commission salary recommendations, but no reduction may diminish the salary of a judge during his continuance in office. The General Assembly may not amend the joint resolution to increase the recommended

salaries. If the General Assembly fails to adopt or amend the joint resolution within 50 days after its introduction, the salaries recommended by the Commission shall apply. If the joint resolution is adopted or amended in accordance with this section within 50 days after its introduction, the salaries so provided shall apply. If the General Assembly rejects any or all of the Commission's salary recommendations, the salaries of the judges affected remain unchanged, unless modified under other provisions of law.

(2) The Governor or the General Assembly may not increase the recommended salaries, except as provided under § 1-703(b) of this subtitle.

(e) Legislation.- The recommendation of the Commission as to pensions shall be introduced by the presiding officers of the Senate and the House of Delegates in the form of legislation, and shall become effective only if passed by both Houses.

(f) Changes in salaries and pensions.- Any change in salaries or pensions adopted by the General Assembly under this section takes effect as of the July 1 of the year next following the year in which the Commission makes its recommendations.

(g) Sections unaffected.- This section does not affect § 1-702(b), § 1-703(b), or §§ 1-705 through 1-707 of this subtitle, or Title 27 of the State Personnel and Pensions Article.

[1980, ch. 717; 1982, ch. 820, § 3; 1992, ch. 131, § 12; 1994, ch. 468; 1997, ch. 14, § 1; 1998, ch. 21, § 2; 2005, ch. 25, § 13; ch. 444, § 1; 2006, ch. 44, § 6.]

| | Highest Appellate Court – Chief Judge | | | | | | | |
|-------------|---------------------------------------|-------------|--------------------|--------------------|--------------------|--------------|--|--|
| <u>Rank</u> | <u>State</u> | Fiscal 2009 | <u>Fiscal 2008</u> | Fiscal 2007 | Fiscal 2006 | Last changed | | |
| 1 | California | \$228,856 | \$219,716 | \$200,613 | \$198,567 | 11/14/2007 | | |
| 2 | Illinois | 196,322 | 189,135 | 182,739 | 177,073 | 7/1/2008 | | |
| 3 | Delaware | 194,750 | 194,750 | 194,000 | 189,240 | 7/1/2007 | | |
| 4 | Pennsylvania | 186,649 | 180,336 | 160,009 | 160,009 | 1/1/2008 | | |
| 5 | New Jersey | 183,182 | 173,569 | 164,250 | 164,250 | 1/1/2008 | | |
| 6 | Maryland | 181,352 | 172,352 | 163,352 | 155,852 | 7/1/2008 | | |
| 7 | Alaska | 180,048 | 165,696 | 165,696 | 126,132 | 7/1/2008 | | |
| 8 | Virginia | 178,043 | 164,855 | 158,514 | 158,514 | 11/24/2007 | | |
| 9 | Connecticut | 175,645 | 175,645 | 166,489 | 166,489 | 1/1/2007 | | |
| 10 | Iowa | 170,850 | 153,109 | 150,110 | 132,720 | 7/1/2008 | | |
| 11 | Rhode Island | 167,644 | 167,644 | 162,761 | 158,020 | 6/24/2007 | | |
| 12 | Georgia | 167,210 | 162,340 | 157,779 | 157,779 | 1/1/2008 | | |
| 13 | Hawaii | 164,976 | 159,396 | 144,900 | 140,000 | 7/1/2008 | | |
| 14 | Michigan | 164,610 | 164,610 | 164,610 | 164,610 | 1/1/2002 | | |
| 15 | Tennessee | 164,292 | 159,960 | 134,364 | 129,948 | 7/1/2008 | | |
| 16 | Florida | 161,200 | 161,200 | 160,375 | 160,375 | 10/1/2006 | | |
| 17 | Minnesota | 160,579 | 155,902 | 151,361 | 149,124 | 7/1/2008 | | |
| 18 | Alabama | 156,946 | 191,284 | 153,027 | 153,027 | 10/1/2007 | | |
| 19 | New York | 156,000 | 156,000 | 156,000 | 156,000 | 1/1/1999 | | |
| 20 | Washington | 155,557 | 145,636 | 141,394 | 141,394 | 9/1/2007 | | |
| 21 | Texas | 152,500 | 152,500 | 152,500 | 152,500 | 12/1/2005 | | |
| 22 | Indiana | 151,328 | 144,398 | 138,844 | 133,600 | 7/1/2008 | | |
| 23 | Massachusetts | 151,239 | 151,239 | 131,512 | 131,512 | 7/23/2006 | | |
| 24 | Arkansas | 151,049 | 148,088 | 145,184 | 142,140 | 7/1/2008 | | |
| 25 | Ohio | 150,850 | 146,750 | 144,300 | 144,300 | 1/1/2008 | | |
| 26 | Wisconsin | 148,165 | 145,415 | 134,358 | 134,358 | 1/2/2008 | | |
| 27 | Utah | 147,350 | 140,450 | 127,850 | 124,150 | 7/1/2008 | | |
| 28 | Oklahoma | 147,000 | 140,000 | 140,000 | 117,571 | 7/1/2008 | | |
| 29 | Arizona | 145,294 | 145,300 | 129,150 | 129,150 | 1/1/2007 | | |
| 30 | South Carolina | 144,029 | 142,603 | 138,450 | 134,418 | 6/2/2008 | | |
| 31 | Louisiana | 143,815 | 137,622 | 129,806 | 124,216 | 7/1/2008 | | |
| 32 | New Hampshire | 143,580 | 137,730 | 132,000 | 132,000 | 1/1/2008 | | |
| 33 | Colorado | 142,708 | 132,027 | 125,656 | 122,352 | 7/1/2008 | | |
| 34 | North Carolina | 140,932 | 137,160 | 130,629 | 123,819 | 7/1/2008 | | |
| 35 | Nevada | 140,000 | 140,000 | 107,600 | 140,000 | 7/1/2006 | | |
| 36 | Missouri | 139,534 | 135,543 | 125,500 | 125,500 | 7/1/2008 | | |
| 37 | Kansas | 139,310 | 135,912 | 126,912 | 124,424 | 6/15/2008 | | |
| 38 | Kentucky | 139,164 | 137,812 | 137,412 | 137,172 | 7/1/2008 | | |
| 39 40 | Maine | 138,294 | 132,971 | 129,854 | 125,463 | 7/1/2008 | | |
| 40 | Nebraska | 135,881 | 131,285 | 126,847 | 122,854 | 7/1/2008 | | |

Appendix 3.1A

Appendix 3. National Judicial Salary Rankings

| <u>Rank</u> | <u>State</u> | <u>Fiscal 2009</u> | <u>Fiscal 2008</u> | <u>Fiscal 2007</u> | <u>Fiscal 2006</u> | Last changed |
|-------------|----------------------|--------------------|--------------------|--------------------|--------------------|--------------|
| 41 | Vermont | 135,421 | 135,421 | 124,952 | 124,952 | 7/9/2007 |
| 42 | Oregon | 128,556 | 124,812 | 107,600 | 107,599 | 7/1/2008 |
| 43 | New Mexico | 125,691 | 122,792 | 117,040 | 108,960 | 7/1/2008 |
| 44 | North Dakota | 121,513 | 116,840 | 110,346 | 106,102 | 7/1/2008 |
| 45 | Idaho | 121,006 | 117,525 | 112,000 | 105,668 | 7/1/2008 |
| 46 | West Virginia | 121,000 | 121,000 | 121,000 | 121,000 | 7/1/2005 |
| 47 | South Dakota | 120,173 | 116,731 | 113,389 | 110,145 | 7/1/2008 |
| 48 | Wyoming | 119,300 | 119,300 | 111,400 | 111,400 | 1/1/2007 |
| 49 | Mississippi | 115,390 | 115,390 | 115,390 | 115,390 | 1/1/2004 |
| 50 | Montana | 107,404 | 107,404 | 102,466 | 102,466 | 7/1/2007 |
| | Average | \$152,044 | \$148,503 | \$140,446 | \$137,486 | |
| | District of Columbia | \$180,000 | \$175,600 | \$175,600 | \$175,600 | 1/6/2008 |
| | Federal System | \$217,400 | \$212,100 | \$212,100 | \$212,100 | 1/1/2008 |

Source: National Center for State Courts Survey of Judicial Salaries

Appendix 3.1B Regional Judicial Salary Rankings Highest Appellate Court – Chief Judge

| <u>Rank</u> | <u>State</u> | Fiscal 2009 | Fiscal 2008 | Fiscal 2007 | Fiscal 2006 | Last Changed |
|-------------|----------------|--------------------|--------------------|--------------------|--------------------|--------------|
| | | | | | | |
| 1 | Delaware | \$194,750 | \$194,750 | \$194,000 | \$189,240 | 7/1/2007 |
| 2 | Pennsylvania | 186,649 | 180,336 | 160,009 | 160,009 | 1/1/2008 |
| 3 | New Jersey | 183,182 | 173,569 | 164,250 | 164,250 | 1/1/2008 |
| 4 | Maryland | 181,352 | 172,352 | 163,352 | 155,852 | 7/1/2008 |
| 5 | District of | 180,000 | 175,600 | 175,600 | 175,600 | 1/6/2008 |
| | Columbia | | | | | |
| 6 | Virginia | 178,043 | 164,855 | 158,514 | 158,514 | 11/24/2007 |
| 7 | Connecticut | 175,645 | 175,645 | 166,489 | 166,489 | 1/1/2007 |
| 8 | Rhode Island | 167,644 | 167,644 | 162,761 | 158,020 | 6/24/2007 |
| 9 | New York | 156,000 | 156,000 | 156,000 | 156,000 | 1/1/1999 |
| 10 | North Carolina | 140,932 | 137,160 | 130,629 | 123,819 | 7/1/2008 |
| 11 | West Virginia | 121,000 | 121,000 | 121,000 | 121,000 | 7/1/2005 |

Appendix 3.2A National Judicial Salary Rankings Highest Appellate Court – Associate Judge

| <u>Rank</u> | <u>State</u> | <u>Fiscal 2009</u> | Fiscal 2008 | <u>Fiscal 2007</u> | Fiscal 2006 | Last Changed |
|-------------|----------------|--------------------|-------------|--------------------|-------------|--------------|
| 1 | California | \$218,237 | \$209,521 | \$183,946 | \$182,071 | 11/14/2007 |
| 2 | Illinois | 196,322 | 189,135 | 182,739 | 177,073 | 7/1/2008 |
| 3 | Delaware | 185,050 | 185,050 | 184,300 | 179,670 | 7/1/2007 |
| 4 | Pennsylvania | 181,371 | 175,236 | 155,783 | 155,783 | 1/1/2008 |
| 5 | Alaska | 179,520 | 165,204 | 165,204 | 125,520 | 7/1/2008 |
| 6 | New Jersey | 176,488 | 167,493 | 158,500 | 158,500 | 1/1/2008 |
| 7 | Georgia | 167,210 | 162,340 | 157,779 | 157,779 | 1/1/2008 |
| 8 | Virginia | 166,999 | 154,629 | 148,682 | 148,682 | 11/24/2007 |
| 9 | Michigan | 164,610 | 164,610 | 164,610 | 164,610 | 1/1/2002 |
| 10 | Iowa | 163,200 | 146,890 | 144,000 | 128,000 | 7/1/2008 |
| 11 | Connecticut | 162,520 | 162,520 | 154,047 | 154,047 | 1/1/2007 |
| 12 | Maryland | 162,352 | 153,352 | 144,352 | 136,852 | 7/1/2008 |
| 13 | Florida | 161,200 | 161,200 | 160,375 | 160,375 | 10/1/2006 |
| 14 | Tennessee | 159,288 | 154,800 | 150,000 | 129,948 | 7/1/2008 |
| 15 | Hawaii | 159,072 | 153,696 | 139,725 | 135,000 | 7/1/2008 |
| 16 | Alabama | 155,946 | 152,027 | 152,027 | 152,027 | 10/1/2007 |
| 17 | Washington | 155,557 | 145,636 | 141,394 | 141,394 | 9/1/2007 |
| 18 | Rhode Island | 152,403 | 152,403 | 147,964 | 143,654 | 6/24/2007 |
| 19 | Indiana | 151,328 | 144,398 | 138,844 | 133,600 | 7/1/2008 |
| 20 | New York | 151,200 | 151,200 | 151,200 | 151,200 | 1/1/1999 |
| 21 | Texas | 150,000 | 150,000 | 150,000 | 150,000 | 12/1/2005 |
| 22 | Massachusetts | 145,984 | 145,984 | 126,943 | 126,943 | 7/23/2006 |
| 23 | Minnesota | 145,981 | 141,729 | 137,601 | 135,567 | 7/1/2008 |
| 24 | Utah | 145,350 | 138,450 | 125,850 | 122,150 | 7/1/2008 |
| 25 | Arizona | 142,341 | 142,300 | 126,525 | 126,525 | 1/1/2007 |
| 26 | Ohio | 141,600 | 137,750 | 135,450 | 135,450 | 1/1/2008 |
| 27 | Wisconsin | 140,165 | 137,415 | 126,358 | 126,358 | 1/2/2008 |
| 28 | Nevada | 140,000 | 140,000 | 140,000 | 107,600 | 7/1/2006 |
| 29 | Arkansas | 139,821 | 137,080 | 134,392 | 131,509 | 7/1/2008 |
| 30 | Colorado | 139,660 | 129,207 | 122,972 | 119,739 | 7/1/2008 |
| 31 | New Hampshire | 139,258 | 133,554 | 128,000 | 128,000 | 1/1/2008 |
| 32 | Oklahoma | 137,655 | 131,100 | 131,100 | 113,571 | 7/1/2008 |
| 33 | North Carolina | 137,249 | 133,576 | 127,215 | 120,583 | 7/1/2008 |
| 34 | South Carolina | 137,171 | 135,813 | 131,858 | 128,018 | 6/2/2008 |
| 35 | Missouri | 137,034 | 133,043 | 123,000 | 123,000 | 7/1/2008 |
| 36 | Louisiana | 136,967 | 131,069 | 123,625 | 118,301 | 7/1/2008 |
| 37 | Kansas | 135,905 | 132,590 | 123,590 | 121,167 | 6/15/2008 |
| 38 | Nebraska | 135,881 | 131,285 | 126,847 | 122,854 | 7/1/2008 |
| 39 | Kentucky | 134,160 | 132,812 | 132,412 | 132,012 | 7/1/2008 |
| 40 | Vermont | 129,245 | 129,245 | 119,254 | 119,254 | 7/9/2007 |
| 41 | Oregon | 125,688 | 122,028 | 105,200 | 105,199 | 7/1/2008 |
| 42 | New Mexico | 123,691 | 120,792 | 115,040 | 106,960 | 7/1/2008 |

| <u>Rank</u> | <u>State</u> | Fiscal 2009 | Fiscal 2008 | Fiscal 2007 | Fiscal 2006 | Last Changed |
|-------------|--|------------------------|------------------------|------------------------|------------------------|----------------------|
| 43 | West Virginia | 121,000 | 121,000 | 121,000 | 121,000 | 7/1/2005 |
| 44 | Maine | 119,594 | 114,992 | 112,300 | 108,498 | 7/1/2008 |
| 45 | Idaho | 119,506 | 116,025 | 110,500 | 104,168 | 7/1/2008 |
| 46 | Wyoming | 119,300 | 119,300 | 111,400 | 111,400 | 1/1/2007 |
| 47 | South Dakota | 118,173 | 114,731 | 111,389 | 108,145 | 7/1/2008 |
| 48 | North Dakota | 118,121 | 113,578 | 107,210 | 103,087 | 7/1/2008 |
| 49 | Mississippi | 112,530 | 112,530 | 112,530 | 112,530 | 1/1/2004 |
| 50 | Montana | 106,185 | 106,185 | 100,884 | 100,884 | 7/1/2007 |
| | Average | \$146,902 | \$142,730 | \$136,518 | \$132,125 | |
| | District of Columbia Federal System | \$179,500 \$208,100 | \$175,100 \$203,000 | \$175,100 \$203,000 | \$175,100 \$203,000 | 1/6/2008 1/1/2008 |

Appendix 3.2A continued

Source: National Center for State Courts Survey of Judicial Salaries

Appendix 3.2B Regional Judicial Salary Rankings Highest Appellate Court – Associate Judge

| <u>Rank</u> | <u>State</u> | <u>Fiscal 2009</u> | <u>Fiscal 2008</u> | <u>Fiscal 2007</u> | <u>Fiscal 2006</u> | Last changed |
|-------------|----------------------|--------------------|--------------------|--------------------|--------------------|--------------|
| 1 | Delaware | \$185,050 | \$185,050 | \$184,300 | \$179,670 | 7/1/2007 |
| 2 | Pennsylvania | 181,371 | 175,236 | 155,783 | 155,783 | 1/1/2008 |
| 3 | District of Columbia | 179,500 | 175,100 | 175,100 | 175,100 | 1/6/2008 |
| 4 | New Jersey | 176,488 | 167,493 | 158,500 | 158,500 | 1/1/2008 |
| 5 | Virginia | 166,999 | 154,629 | 148,682 | 148,682 | 11/24/2007 |
| 6 | Connecticut | 162,520 | 162,520 | 154,047 | 154,047 | 1/1/2007 |
| 7 | Maryland | 162,352 | 153,352 | 144,352 | 136,852 | 7/1/2008 |
| 8 | Rhode Island | 152,403 | 152,403 | 147,964 | 143,654 | 6/24/2007 |
| 9 | New York | 151,200 | 151,200 | 151,200 | 151,200 | 1/1/1999 |
| 10 | North Carolina | 137,249 | 133,576 | 127,215 | 120,583 | 7/1/2008 |
| 11 | West Virginia | 121,000 | 121,000 | 121,000 | 121,000 | 7/1/2005 |

Appendix 3.3A National Judicial Salary Rankings Intermediate Appellate Court – Chief Judge

| <u>Rank</u> | <u>State</u> | Fiscal 2009 | Fiscal 2008 | Fiscal 2007 | Fiscal 2006 | Last Changed | |
|--|----------------|-------------|-------------|-------------|-------------|--------------|--|
| 1 | California | \$204,599 | \$204,285 | \$179,350 | \$177,522 | 11/14/2007 | |
| 2 | Illinois | 184,775 | 178,011 | 171,991 | 166,658 | 7/1/2008 | |
| 3 | Pennsylvania | 176,409 | 170,442 | 153,181 | 153,181 | 1/1/2008 | |
| 4 | Alaska | 169,608 | 156,084 | 156,084 | 118,584 | 7/1/2008 | |
| 5 | New Jersey | 167,023 | 158,511 | 150,000 | 150,000 | 1/1/2008 | |
| 6 | Georgia | 166,186 | 161,348 | 156,814 | 156,814 | 1/1/2008 | |
| 7 | Virginia | 161,650 | 149,898 | 144,248 | 142,248 | 11/24/2007 | |
| 8 | Connecticut | 160,722 | 160,722 | 152,343 | 152,343 | 1/1/2007 | |
| 9 | Tennessee | 156,480 | 152,136 | 145,000 | 123,888 | 7/1/2008 | |
| 10 | Alabama | 155,446 | 162,892 | 151,527 | 151,527 | 10/1/2007 | |
| 11 | Hawaii | 153,192 | 148,008 | 134,550 | 130,000 | 7/1/2008 | |
| 12 | Florida | 153,140 | 153,140 | 148,524 | 148,524 | 10/1/2006 | |
| 13 | Iowa | 153,000 | 141,731 | 138,960 | 127,920 | 7/1/2008 | |
| 14 | Maryland | 152,552 | 145,052 | 137,552 | 131,302 | 7/1/2008 | |
| 15 | Michigan | 151,441 | 151,441 | 151,441 | 151,441 | 1/1/2002 | |
| 16 | Washington | 148,080 | 138,636 | 138,636 | 134,598 | 9/1/2007 | |
| 17 | New York | 148,000 | 148,000 | 148,000 | 148,000 | 1/1/1999 | |
| 18 | Indiana | 147,103 | 140,367 | 134,968 | 129,800 | 7/1/2008 | |
| 19 | Minnesota | 144,429 | 140,222 | 136,138 | 134,126 | 7/1/2008 | |
| 20 | Utah | 140,750 | 134,150 | 121,100 | 117,600 | 7/1/2008 | |
| 21 | Massachusetts | 140,358 | 140,358 | 122,050 | 122,050 | 7/23/2006 | |
| 22 | Texas | 140,000 | 140,000 | 140,000 | 140,000 | 12/1/2005 | |
| 23 | Arizona | 139,388 | 123,900 | 123,900 | 123,900 | 1/1/2007 | |
| 24 | Arkansas | 137,669 | 134,969 | 132,323 | 129,470 | 7/1/2008 | |
| 25 | Colorado | 137,201 | 126,932 | 120,807 | 117,631 | 7/1/2008 | |
| 26 | Louisiana | 136,704 | 130,692 | 123,055 | 118,000 | 7/1/2008 | |
| 27 | South Carolina | 135,799 | 134,454 | 130,539 | 126,737 | 6/2/2008 | |
| 28 | North Carolina | 135,061 | 130,236 | 124,034 | 117,568 | 7/1/2008 | |
| 29 | Kansas | 134,750 | 131,463 | 124,463 | 120,062 | 6/15/2008 | |
| 30 | Oklahoma | 132,825 | 126,500 | 126,500 | 109,731 | 7/1/2008 | |
| 31 | Wisconsin | 132,230 | 129,636 | 119,205 | 119,205 | 1/2/2008 | |
| 32 | Ohio | 132,000 | 132,000 | 128,400 | 126,250 | 1/1/2008 | |
| 33 | Kentucky | 131,760 | 130,472 | 130,072 | 129,780 | 7/1/2008 | |
| 34 | Nebraska | 129,087 | 124,721 | 120,504 | 116,711 | 7/1/2008 | |
| 35 | Missouri | 128,207 | 124,473 | 115,000 | 115,000 | 7/1/2008 | |
| 36 | Oregon | 125,688 | 122,028 | 105,200 | 105,199 | 7/1/2008 | |
| 37 | New Mexico | 119,406 | 116,652 | 111,188 | 103,512 | 7/1/2008 | |
| 38 | Idaho | 118,506 | 115,025 | 109,500 | 103,168 | 7/1/2008 | |
| 39 | Mississippi | 108,130 | 108,130 | 108,130 | 108,130 | 1/1/2004 | |
| | Average | \$145,881 | \$141,480 | \$135,007 | \$130,723 | | |
| | Federal System | \$179,500 | \$175,100 | \$175,100 | \$175,100 | 1/1/2008 | |
| Source: National Center for State Courts Survey of Judicial Salaries | | | | | | | |

Appendix 3.3B Regional Judicial Salary Rankings Intermediate Appellate Court – Chief Judge

| <u>Rank</u> | <u>State</u> | <u>Fiscal 2009</u> | Fiscal 2008 | Fiscal 2007 | Fiscal 2006 | Last changed |
|-------------|----------------|--------------------|--------------------|--------------------|-------------|--------------|
| 1 | Pennsylvania | \$176,409 | \$170,442 | \$153,181 | 153,181 | 1/1/2008 |
| 2 | New Jersey | 167,023 | 158,511 | 150,000 | 150,000 | 1/1/2008 |
| 3 | Virginia | 161,650 | 149,898 | 144,248 | 142,248 | 11/24/2007 |
| 4 | Connecticut | 160,722 | 160,722 | 152,343 | 152,343 | 1/1/2007 |
| 5 | Maryland | 152,552 | 145,052 | 137,552 | 131,302 | 7/1/2008 |
| 6 | New York | 148,000 | 148,000 | 148,000 | 148,000 | 1/1/1999 |
| 7 | North Carolina | 135,061 | 130,236 | 124,034 | 117,568 | 7/1/2008 |

Appendix 3.4A National Judicial Salary Rankings Intermediate Appellate Court – Associate Judge

| <u>Rank</u> | <u>State</u> | Fiscal 2009 | Fiscal 2008 | Fiscal 2007 | Fiscal 2006 | Last Changed | | | |
|-------------|--|-------------|-------------|-------------|-------------|--------------|--|--|--|
| 1 | California | \$204,599 | \$196,428 | \$172,452 | \$170,694 | 11/14/2007 | | | |
| 2 | Illinois | 184,775 | 178,011 | 171,991 | 166,658 | 7/1/2008 | | | |
| 3 | Pennsylvania | 171,131 | 165,342 | 150,903 | 150,903 | 1/1/2008 | | | |
| 4 | Alaska | 169,608 | 156,084 | 156,084 | 118,584 | 7/1/2008 | | | |
| 5 | New Jersey | 167,023 | 158,511 | 150,000 | 150,000 | 1/1/2008 | | | |
| 6 | Georgia | 166,186 | 161,348 | 156,814 | 156,814 | 1/1/2008 | | | |
| 7 | Virginia | 158,650 | 146,898 | 141,248 | 141,248 | 11/24/2007 | | | |
| 8 | Alabama | 156,946 | 151,527 | 151,027 | 151,027 | 10/1/2007 | | | |
| 9 | Tennessee | 153,984 | 149,640 | 145,000 | 123,888 | 7/1/2008 | | | |
| 10 | Florida | 153,140 | 153,140 | 148,524 | 148,524 | 8/4/2008 | | | |
| 11 | Connecticut | 152,637 | 152,637 | 144,680 | 144,680 | 1/1/2007 | | | |
| 12 | Michigan | 151,441 | 151,441 | 151,441 | 151,441 | 1/1/2002 | | | |
| 13 | Maryland | 149,552 | 142,052 | 134,552 | 128,302 | 7/1/2008 | | | |
| 14 | Washington | 148,080 | 138,636 | 134,598 | 134,598 | 9/1/2007 | | | |
| 15 | Iowa | 147,900 | 136,739 | 134,060 | 123,120 | 7/1/2008 | | | |
| 16 | Hawaii | 147,288 | 142,308 | 129,375 | 125,000 | 7/1/2008 | | | |
| 17 | Indiana | 147,103 | 140,367 | 134,968 | 129,800 | 7/1/2008 | | | |
| 18 | New York | 144,000 | 144,000 | 144,000 | 144,000 | 1/1/1999 | | | |
| 19 | Arizona | 139,388 | 139,400 | 123,900 | 123,900 | 1/1/2007 | | | |
| 20 | Utah | 138,750 | 132,150 | 120,100 | 116,600 | 7/1/2008 | | | |
| 21 | Minnesota | 137,552 | 133,546 | 129,656 | 127,740 | 7/1/2008 | | | |
| 22 | Texas | 137,500 | 137,500 | 137,500 | 137,500 | 12/1/2005 | | | |
| 23 | Arkansas | 135,515 | 132,858 | 130,253 | 127,431 | 7/1/2008 | | | |
| 24 | Massachusetts | 135,087 | 135,087 | 117,467 | 117,467 | 7/23/2006 | | | |
| 25 | Colorado | 134,128 | 124,089 | 118,101 | 114,996 | 7/1/2008 | | | |
| 26 | South Carolina | 133,741 | 132,417 | 128,561 | 124,817 | 6/2/2008 | | | |
| 27 | Wisconsin | 132,230 | 129,636 | 119,205 | 119,205 | 1/2/2008 | | | |
| 28 | Ohio | 132,000 | 128,400 | 126,250 | 126,250 | 1/1/2008 | | | |
| 29 | North Carolina | 131,531 | 128,011 | 121,915 | 115,559 | 7/1/2008 | | | |
| 30 | Kansas | 131,518 | 128,310 | 121,310 | 116,971 | 6/15/2008 | | | |
| 31 | Oklahoma | 130,410 | 124,200 | 124,200 | 108,336 | 7/1/2008 | | | |
| 32 | Louisiana | 130,194 | 124,469 | 117,195 | 112,041 | 7/1/2008 | | | |
| 33 | Nebraska | 129,087 | 124,721 | 120,504 | 116,711 | 7/1/2008 | | | |
| 34 | Kentucky | 128,760 | 127,472 | 127,072 | 126,672 | 7/1/2008 | | | |
| 35 | Missouri | 128,207 | 124,473 | 115,000 | 115,000 | 7/1/2008 | | | |
| 36 | Oregon | 122,820 | 119,244 | 102,800 | 102,800 | 7/1/2008 | | | |
| 37 | Idaho | 118,506 | 115,025 | 109,500 | 103,168 | 7/1/2008 | | | |
| 38 | New Mexico | 117,506 | 114,752 | 109,288 | 101,612 | 7/1/2008 | | | |
| 39 | Mississippi | 105,050 | 105,050 | 105,050 | 105,050 | 1/1/2004 | | | |
| | Average | \$143,680 | \$139,126 | \$132,732 | \$128,695 | | | | |
| | Federal System | \$179,500 | \$175,100 | \$175,100 | \$175,100 | 1/1/2008 | | | |
| Source: | Source: National Center for State Courts Survey of Judicial Salaries | | | | | | | | |

Appendix 3.5A National Judicial Salary Rankings General Trial Courts

| <u>Rank</u> | <u>State</u> | Fiscal 2009 | Fiscal 2008 | Fiscal 2007 | <u>Fiscal 2006</u> | Last Changed |
|-------------|----------------|--------------------|-------------|-------------|--------------------|--------------|
| 1 | California | \$178,789 | \$171,648 | \$150,696 | \$149,160 | 11/14/2007 |
| 2 | Illinois | 169,555 | 163,348 | 157,824 | 152,930 | 7/1/2008 |
| 3 | Delaware | 168,850 | 168,850 | 168,100 | 163,850 | 7/1/2007 |
| 4 | Alaska | 165,996 | 152,760 | 152,760 | 116,076 | 7/1/2008 |
| 5 | Pennsylvania | 157,441 | 152,115 | 135,293 | 135,293 | 1/1/2008 |
| 6 | New Jersey | 157,000 | 149,000 | 141,000 | 141,000 | 1/1/2008 |
| 7 | Virginia | 155,033 | 143,549 | 138,028 | 138,028 | 11/24/2007 |
| 8 | Tennessee | 148,668 | 144,480 | 140,000 | 118,548 | 7/1/2008 |
| 9 | Connecticut | 146,780 | 146,780 | 139,128 | 139,128 | 1/1/2007 |
| 10 | Florida | 145,080 | 145,080 | 139,497 | 139,497 | 8/4/2008 |
| 11 | Hawaii | 143,292 | 138,444 | 125,856 | 121,600 | 7/1/2008 |
| 12 | Washington | 140,979 | 131,988 | 128,143 | 128,143 | 9/1/2007 |
| 13 | Maryland | 140,352 | 134,352 | 128,352 | 123,352 | 7/1/2008 |
| 14 | Michigan | 139,919 | 139,919 | 139,919 | 139,919 | 1/1/2002 |
| 15 | Iowa | 137,700 | 128,544 | 126,020 | 117,040 | 7/1/2008 |
| 16 | Rhode Island | 137,212 | 137,212 | 133,216 | 129,336 | 6/24/2007 |
| 17 | New York | 136,700 | 136,700 | 136,700 | 136,700 | 1/1/1999 |
| 18 | Arizona | 135,824 | 135,824 | 120,750 | 120,750 | 1/1/2007 |
| 19 | Utah | 132,150 | 125,850 | 114,400 | 111,050 | 7/1/2008 |
| 20 | Arkansas | 131,206 | 128,633 | 126,111 | 123,351 | 7/1/2008 |
| 21 | New Hampshire | 130,620 | 125,208 | 120,000 | 120,000 | 1/1/2008 |
| 22 | South Carolina | 130,312 | 129,022 | 125,265 | 121,617 | 6/2/2008 |
| 23 | Nevada | 130,000 | 130,000 | 130,000 | 130,000 | 1/1/2008 |
| 24 | Massachusetts | 129,694 | 129,694 | 112,777 | 112,777 | 7/23/2006 |
| 25 | Minnesota | 129,124 | 125,363 | 121,712 | 119,913 | 7/1/2008 |
| 26 | Colorado | 128,598 | 118,973 | 113,232 | 110,255 | 7/1/2008 |
| 27 | Nebraska | 125,690 | 121,439 | 117,333 | 113,640 | 7/1/2008 |
| 28 | Indiana | 125,647 | 119,894 | 115,282 | 110,500 | 7/1/2008 |
| 29 | Texas | 125,000 | 125,000 | 125,000 | 125,000 | 12/1/2005 |
| 30 | Wisconsin | 124,746 | 122,298 | 112,457 | 112,457 | 1/2/2008 |
| 31 | North Carolina | 124,382 | 121,053 | 115,289 | 109,279 | 7/1/2008 |
| 32 | Oklahoma | 124,373 | 118,450 | 118,450 | 102,529 | 7/1/2008 |
| 33 | Louisiana | 124,085 | 118,289 | 110,964 | 105,780 | 7/1/2008 |
| 34 | Kentucky | 123,384 | 122,144 | 121,744 | 121,344 | 7/1/2008 |
| 35 | Vermont | 122,867 | 122,867 | 113,369 | 113,369 | 7/9/2007 |
| 36 | Ohio | 121,350 | 118,050 | 116,100 | 116,100 | 1/1/2008 |
| 37 | Missouri | 120,484 | 116,975 | 108,000 | 108,000 | 7/1/2008 |
| 38 | Georgia | 120,252 | 116,749 | 113,470 | 113,470 | 1/1/2008 |
| 39 | Kansas | 120,037 | 117,109 | 114,813 | 105,813 | 6/15/2008 |
| 40 | West Virginia | 116,000 | 116,000 | 116,000 | 116,000 | 7/1/2005 |
| 41 | Alabama | 115,892 | 111,973 | 111,973 | 111,973 | 10/1/2007 |
| 42 | Oregon | 114,468 | 111,132 | 95,800 | 95,800 | 7/1/2008 |
| 43 | Wyoming | 113,600 | 113,600 | 106,100 | 106,100 | 1/1/2007 |
| | | | 36 | | | |

| <u>Rank</u> | <u>State</u> | Fiscal 2009 | Fiscal 2008 | Fiscal 2007 | Fiscal 2006 | Last Changed |
|-------------|---|------------------------|------------------------|------------------------|------------------------|----------------------|
| 44 | Maine | 112,145 | 107,816 | 105,300 | 101,732 | 7/1/2008 |
| 45 | Idaho | 112,043 | 108,780 | 103,600 | 97,632 | 7/1/2008 |
| 46 | New Mexico | 111,631 | 109,015 | 103,824 | 96,531 | 7/1/2008 |
| 47 | South Dakota | 110,377 | 107,162 | 104,041 | 101,010 | 7/1/2008 |
| 48 | North Dakota | 108,236 | 104,073 | 98,070 | 94,298 | 7/1/2008 |
| 49 | Mississippi | 104,170 | 104,170 | 104,170 | 104,170 | 1/1/2004 |
| 50 | Montana | 99,234 | 99,234 | 94,093 | 94,093 | 7/1/2007 |
| | Average | \$131,339 | \$127,732 | \$122,200 | \$118,719 | |
| | District of Columbia Federal System | \$169,300 \$169,300 | \$165,200 \$165,200 | \$165,200 \$165,200 | \$165,200 \$165,200 | 1/6/2008 1/1/2008 |
| | 5 | . , | . , | . , | . , | |

Appendix 3.5A continued

Source: National Center for State Courts Survey of Judicial Salaries

Appendix 3.5B Regional Judicial Salary Rankings General Trial Courts

| <u>Rank</u> | <u>State</u> | Fiscal 2009 | Fiscal 2008 | Fiscal 2007 | Fiscal 2006 | Last changed |
|-------------|----------------------|-------------|-------------|-------------|-------------|--------------|
| 1 | District of Columbia | \$169,300 | \$165,200 | \$165,200 | \$165,200 | 1/6/2008 |
| 2 | Delaware | 168,850 | 168,850 | 168,100 | 163,850 | 7/1/2007 |
| 3 | Pennsylvania | 157,441 | 152,115 | 135,293 | 135,293 | 1/1/2008 |
| 4 | New Jersey | 157,000 | 149,000 | 141,000 | 141,000 | 1/1/2008 |
| 5 | Virginia | 155,033 | 143,549 | 138,028 | 138,028 | 11/24/2007 |
| 6 | Connecticut | 146,780 | 146,780 | 139,128 | 139,128 | 1/1/2007 |
| 7 | Maryland | 140,352 | 134,352 | 128,352 | 123,352 | 7/1/2008 |
| 8 | Rhode Island | 137,212 | 137,212 | 133,216 | 129,336 | 6/24/2007 |
| 9 | New York | 136,700 | 136,700 | 136,700 | 136,700 | 1/1/1999 |
| 10 | North Carolina | 124,382 | 121,053 | 115,289 | 109,279 | 7/1/2008 |
| 11 | West Virginia | 116,000 | 116,000 | 116,000 | 116,000 | 7/1/2005 |

Appendix 3.6A National Judicial Salary Rankings Courts of Limited Jurisdiction

| <u>Rank</u> | <u>State</u> | <u>Fiscal 2009</u> | <u>Fiscal 2008</u> | <u>Fiscal 2007</u> | <u>Fiscal 2006</u> | Last Changed |
|-------------|----------------------|--------------------|--------------------|--------------------|--------------------|--------------|
| 1 | Delaware | \$168,850 | \$168,850 | \$168,100 | \$163,850 | 07/01/07 |
| 2 | New Jersey | 157,000 | 149,000 | 141,000 | 141,000 | 01/01/08 |
| 3 | Pennsylvania | 153,798 | 148,596 | 131,717 | 131,717 | 01/01/08 |
| 4 | Alaska | 140,748 | 129,516 | 129,516 | 98,400 | 07/01/08 |
| 5 | Virginia | 139,538 | 129,202 | 124,223 | 124,223 | 11/24/07 |
| 6 | Michigan | 138,272 | 138,272 | 138,272 | 138,272 | 01/01/02 |
| 7 | Florida | 137,020 | 137,020 | 130,693 | 130,693 | 10/01/06 |
| 8 | Hawaii | 135,048 | 130,476 | 118,611 | 114,600 | 07/01/08 |
| 9 | Washington | 134,233 | 125,672 | 122,000 | 122,012 | 09/01/07 |
| 10 | Rhode Island | 132,062 | 132,062 | 124,903 | 121,265 | 06/24/07 |
| 11 | New Hampshire | 130,620 | 125,208 | 120,000 | 120,000 | 01/01/08 |
| 12 | Massachusetts | 129,694 | 129,694 | 112,777 | 112,777 | 07/23/06 |
| 13 | Maryland | 127,252 | 122,752 | 118,502 | 114,502 | 07/01/08 |
| 14 | South Carolina | 126,883 | 125,627 | 121,968 | 118,416 | 06/02/08 |
| 15 | Louisiana | 124,085 | 118,289 | 110,964 | 106,000 | 07/01/08 |
| 16 | Georgia | 124,000 | 124,000 | 124,000 | 124,000 | 01/01/06 |
| 17 | Colorado | 123,067 | 113,856 | 108,362 | 105,513 | 07/01/08 |
| 18 | New York | 123,000 | 123,000 | 123,000 | 123,000 | 01/01/99 |
| 19 | Vermont | 122,867 | 122,867 | 113,369 | 113,369 | 07/09/07 |
| 20 | Nebraska | 122,293 | 118,157 | 114,162 | 110,569 | 07/01/08 |
| 21 | Connecticut | 121,615 | 121,615 | 115,275 | 115,275 | 01/01/07 |
| 22 | Alabama | 114,892 | 110,973 | 110,973 | 110,973 | 10/01/07 |
| 23 | Ohio | 114,100 | 111,000 | 109,150 | 109,150 | 01/01/08 |
| 24 | Maine | 112,145 | 107,816 | 105,000 | 101,732 | 07/01/08 |
| 25 | Kentucky | 111,552 | 110,432 | 110,032 | 109,632 | 07/01/08 |
| 26 | North Carolina | 109,372 | 106,445 | 101,376 | 96,091 | 07/01/08 |
| 27 | Idaho | 107,043 | 103,780 | 98,600 | 93,000 | 07/01/08 |
| 28 | Indiana | 100,518 | 96,450 | 92,740 | N/A | 07/01/08 |
| 29 | Wyoming | 98,800 | 93,200 | 90,000 | 87,000 | 07/01/08 |
| 30 | New Mexico | 79,537 | 77,673 | 70,081 | 65,158 | 07/01/08 |
| | Average | 125,330 | 121,717 | 116,646 | 114,558 | |
| | District of Columbia | \$149,000 | \$143,471 | \$139,774 | \$139,774 | 01/06/08 |
| | Federal System | \$155,756 | \$151,984 | \$151,984 | \$151,984 | 01/01/06 |

Appendix 3.6B Regional Judicial Salary Rankings Courts of Limited Jurisdiction

| <u>Rank</u> | <u>State</u> | <u>Fiscal 2009</u> | <u>Fiscal 2008</u> | <u>Fiscal 2007</u> | <u>Fiscal 2006</u> | Last <u>Changed</u> |
|-------------|----------------------|--------------------|--------------------|--------------------|--------------------|------------------------|
| 1 | Delaware | \$168,850 | \$168,850 | \$168,100 | \$163,850 | 07/01/07 |
| 2 | New Jersey | 157,000 | 149,000 | 141,000 | 141,000 | 01/01/08 |
| 3 | Pennsylvania | 153,798 | 148,596 | 131,717 | 131,717 | 01/01/08 |
| 4 | District of Columbia | 149,000 | 143,471 | 139,774 | 139,774 | 01/06/08 |
| 5 | Virginia | 139,538 | 129,202 | 124,223 | 124,223 | 11/24/07 |
| 6 | Rhode Island | 132,062 | 132,062 | 124,903 | 121,265 | 06/24/07 |
| 7 | Maryland | 127,252 | 122,752 | 118,502 | 114,502 | 07/01/08 |
| 8 | New York | 123,000 | 123,000 | 123,000 | 123,000 | 01/01/99 |
| 9 | Connecticut | 121,615 | 121,615 | 115,275 | 115,275 | 01/01/07 |
| 10 | North Carolina | 109,372 | 106,445 | 101,376 | 96,091 | 07/01/08 |

Appendix 4. Federal Court Salaries

Federal Court Salaries

| | 2005 | <u>2006</u> | <u>2007</u> | Present | Proposed |
|---|-----------|-------------|-------------|-----------|-----------------|
| Supreme Court | | | | | |
| Chief Justice | \$208,100 | \$212,100 | \$212,100 | \$217,400 | \$279,900 |
| Associate Justice | 199,200 | 203,000 | 203,000 | 208,100 | 267,900 |
| Court of Appeals | | | | | |
| Judges | 171,800 | 175,100 | 175,100 | 179,500 | 231,100 |
| Trial Courts District Court Judges, International Trade Court Judges, and | 162,100 | 165,200 | 165,200 | 169,300 | 218,000 |
| Claims Court Judges Bankruptcy Judges and Magistrate Judges | 149,100 | 152,000 | 152,000 | 155,800 | 200,600 |

Salaries for bankruptcy judges and Magistrate judges who are judicial officers of the U.S. district courts are set at 92 percent of a district judge's pay.

Bills presently before Congress seek an additional 28.7% increase effective immediately. The two bills have been reconciled. Each has received favorable committee recommendations and they are currently awaiting floor action, which has not been scheduled.

Source: Administrative Office of Courts

| Appendix 5.1 |
|---|
| Salaries of Selected Maryland State Officials |
| Fiscal 2002-2009 |

% Change 2006-2009 2006 <u>2007</u> <u>2008</u> <u>2009</u> **Constitutional Officers** 0.0% Governor \$150,000 \$150,000 \$150,000 \$150,000 Lieutenant Governor 125,000 125,000 125,000 125,000 0.0% Attorney General 125,000 125,000 125,000 125,000 0.0% Comptroller 125,000 125,000 125,000 125,000 0.0% Treasurer 125,000 125,000 125,000 125,000 0.0% Secretary of State 87,500 87,500 87,500 87,500 0.0% **Cabinet Secretaries** Superintendent of Schools \$175,000 \$185,000 \$195,000 \$195,000 11.4% Public Safety 143,616 149,324 162,825 166,082 15.6% Bus. And Economic Develop. 144,997 149,297 162,825 166,082 14.5% **Budget and Management** 152,960 154,963 162,825 166,082 8.6% Health and Mental Hygiene 158,232 159,632 162,825 166,082 5.0% State Police* 128,160 129.560 162,825 166.082 29.6% Transportation 147,647 149,862 151,262 162,825 10.3% Juvenile Services 140,854 142,254 153,000 156,060 10.8% Human Resources 128,160 129,560 151,210 154,235 20.3% **Higher Education** 137,168 142,683 151.170 154,194 12.4% Housing 132,005 137,365 145,860 148,778 12.7% 129,442 130,842 145,860 148,778 14.9% Natural Resources Labor, Licensing, and Reg. 134,855 137,705 140,460 143,270 6.2% **General Services** 127,086 131,028 135,660 138,374 8.9% 130,723 Environment 136,045 132,600 135,252 3.5% Agriculture 123,728 128,840 127,500 130,050 5.1% Aging* 121,349 122,400 124,848 2.9% 125,176 Planning* 122,538 127,614 122,400 124,848 1.9% Disabilities 112.523 117,299 119.645 122.038 8.5% Veterans Affairs* 91,959 101,490 101,490 10.4% 96,118 **Deputy Constitutional Officers** Attorney General \$126,297 \$140,460 \$143,270 13.4% \$131.113 Attorney General 120,054 125,056 140,460 143,270 19.3% **Deputy Constitutional Officers** Comptroller \$127,549 \$125,603 \$151,210 \$154,235 20.9% Treasurer 103,431 119,606 127,762 23.5% 111,433

Appendix 5. Salaries of State and Local Officials

Appendix 5.1 continued

| | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | % Change <u>2006-2009</u> |
|---------------------------------|-------------|-------------|-------------|-------------|------------------------------|
| Judiciary | | | | | |
| Chief Judge, Court of Appeals | \$151,352 | \$163,352 | \$172,352 | \$181,352 | 19.8% |
| Judge, Court of Appeals | 132,352 | 144,352 | 153,352 | 162,352 | 22.7% |
| Ch. Judge, Ct. of Spec. Appeals | 127,552 | 137,552 | 145,052 | 152,552 | 19.6% |
| Judge, Ct. of Special Appeals | 124,552 | 134,552 | 142,052 | 149,552 | 20.1% |
| Judge, Circuit Court | 120,352 | 128,352 | 134,352 | 140,352 | 16.6% |
| Chief Judge, District Court | 124,552 | 134,552 | 142,052 | 149,552 | 20.1% |
| Judge, District Court | 112,252 | 118,502 | 122,752 | 127,252 | 13.4% |

*These functions became cabinet level agencies as follows: Aging – 1999; Planning – 2001; State Police – 1998; and Veterans Affairs – 2000.

Source: Executive Pay Plan, budget bills

Appendix 5.2 Executive Pay Plan – Salary Schedule Annual Rates Effective July 1, 2008

| | <u>Scale</u> | <u>Minimum</u> | <u>Midpoint</u> | <u>Maximum</u> |
|------|--------------|----------------|-----------------|----------------|
| ES4 | 9904 | \$74,608 | \$87,043 | \$99,478 |
| ES5 | 9905 | 80,160 | 93,551 | 106,940 |
| ES6 | 9906 | 86,161 | 100,581 | 115,000 |
| ES7 | 9907 | 92,640 | 108,175 | 123,708 |
| ES8 | 9908 | 99,637 | 116,375 | 133,112 |
| ES9 | 9909 | 107,196 | 125,233 | 143,270 |
| ES10 | 9910 | 115,356 | 134,797 | 154,235 |
| ES11 | 9911 | 124,175 | 145,128 | 166,082 |
| | | | | |
| EX91 | 9991 | 142,800 | 191,250 | 239,700 |

Source: Department of Legislative Services

Appendix 5.3 State of Maryland Standard Salary Schedule Annual Rates Effective July 1, 2008

| ADE | | | | | | | | | | MID I | POINT | | | | | | IRD RTILE | | | | |
|------|----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|------------|------------|------------|------------|------------|------------|--------------|------------|------------|------------|------------|
| GRAI | BASE | STEP 1 | STEP 2 | STEP 3 | STEP 4 | STEP 5 | STEP 6 | STEP 7 | STEP 8 | STEP 9 | STEP 10 | STEP 11 | STEP 12 | STEP 13 | STEP 14 | STEP 15 | STEP 16 | STEP 17 | STEP 18 | STEP 19 | STEP 20 |
| 5 | \$21,188 | \$21,908 | \$22,657 | \$23,436 | \$24,246 | \$25,088 | \$25,526 | \$25,972 | \$26,429 | \$26,893 | \$27,367 | \$27,851 | \$28,343 | \$28,847 | \$29,360 | \$29,883 | \$30,416 | \$30,961 | \$31,514 | \$32,079 | \$32,655 |
| 6 | 22,448 | 23,219 | 24,018 | 24,853 | 25,718 | 26,619 | 27,089 | 27,566 | 28,055 | 28,551 | 29,059 | 29,577 | 30,105 | 30,642 | 31,191 | 31,752 | 32,323 | 32,906 | 33,497 | 34,101 | 34,716 |
| 7 | 23,796 | 24,621 | 25,478 | 26,370 | 27,298 | 28,263 | 28,762 | 29,274 | 29,796 | 30,328 | 30,872 | 31,426 | 31,989 | 32,564 | 33,154 | 33,752 | 34,363 | 34,988 | 35,622 | 36,270 | 36,928 |
| 8 | 25,239 | 26,122 | 27,038 | 27,992 | 28,984 | 30,016 | 30,552 | 31,099 | 31,656 | 32,226 | 32,807 | 33,400 | 34,004 | 34,619 | 35,249 | 35,890 | 36,544 | 37,212 | 37,890 | 38,582 | 39,287 |
| 9 | 26,783 | 27,726 | 28,707 | 29,728 | 30,790 | 31,895 | 32,468 | 33,054 | 33,650 | 34,260 | 34,881 | 35,516 | 36,162 | 36,820 | 37,495 | 38,180 | 38,879 | 39,593 | 40,320 | 41,062 | 41,816 |
| 10 | 28,434 | 29,444 | 30,494 | 31,587 | 32,723 | 33,903 | 34,518 | 35,144 | 35,783 | 36,436 | 37,101 | 37,779 | 38,471 | 39,177 | 39,895 | 40,630 | 41,378 | 42,141 | 42,919 | 43,713 | 44,520 |
| 11 | 30,200 | 31,282 | 32,405 | 33,574 | 34,788 | 36,052 | 36,710 | 37,381 | 38,065 | 38,763 | 39,473 | 40,200 | 40,939 | 41,694 | 42,464 | 43,251 | 44,052 | 44,871 | 45,705 | 46,554 | 47,420 |
| 12 | 32,091 | 33,247 | 34,450 | 35,700 | 37,002 | 38,354 | 39,056 | 39,773 | 40,506 | 41,250 | 42,013 | 42,789 | 43,581 | 44,389 | 45,213 | 46,055 | 46,911 | 47,785 | 48,694 | 49,620 | 50,563 |
| 13 | 34,113 | 35,351 | 36,639 | 37,977 | 39,365 | 40,814 | 41,567 | 42,333 | 43,118 | 43,917 | 44,731 | 45,560 | 46,408 | 47,272 | 48,162 | 49,080 | 50,015 | 50,968 | 51,941 | 52,933 | 53,944 |
| 14 | 36,280 | 37,603 | 38,981 | 40,411 | 41,899 | 43,448 | 44,254 | 45,074 | 45,914 | 46,769 | 47,639 | 48,543 | 49,468 | 50,414 | 51,375 | 52,356 | 53,359 | 54,380 | 55,422 | 56,484 | 57,567 |
| 15 | 38,594 | 40,013 | 41,485 | 43,016 | 44,610 | 46,268 | 47,129 | 48,012 | 48,928 | 49,859 | 50,811 | 51,781 | 52,770 | 53,780 | 54,809 | 55,859 | 56,930 | 58,022 | 59,135 | 60,270 | 61,427 |
| 16 | 41,074 | 42,590 | 44,168 | 45,806 | 47,511 | 49,313 | 50,255 | 51,214 | 52,192 | 53,189 | 54,207 | 55,245 | 56,306 | 57,386 | 58,487 | 59,609 | 60,757 | 61,927 | 63,117 | 64,331 | 65,568 |
| 17 | 43,725 | 45,347 | 47,033 | 48,807 | 50,668 | 52,605 | 53,610 | 54,635 | 55,682 | 56,750 | 57,840 | 58,949 | 60,083 | 61,239 | 62,417 | 63,618 | 64,847 | 66,096 | 67,373 | 68,674 | 69,999 |
| 18 | 46,563 | 48,309 | 50,151 | 52,065 | 54,056 | 56,126 | 57,203 | 58,299 | 59,421 | 60,563 | 61,729 | 62,917 | 64,129 | 65,366 | 66,627 | 67,912 | 69,224 | 70,562 | 71,926 | 73,316 | 74,725 |
| 19 | 49,638 | 51,532 | 53,501 | 55,548 | 57,677 | 59,894 | 61,044 | 62,220 | 63,420 | 64,642 | 65,887 | 67,160 | 68,457 | 69,780 | 71,129 | 72,505 | 73,910 | 75,320 | 76,750 | 78,208 | 79,693 |
| 20 | 52,950 | 54,977 | 57,083 | 59,276 | 61,554 | 63,924 | 65,157 | 66,414 | 67,697 | 69,003 | 70,339 | 71,699 | 73,087 | 74,499 | 75,914 | 77,359 | 78,832 | 80,333 | 81,864 | 83,425 | 85,017 |
| 21 | 56,496 | 58,664 | 60,921 | 63,264 | 65,702 | 68,238 | 69,557 | 70,903 | 72,276 | 73,674 | 75,085 | 76,513 | 77,968 | 79,453 | 80,969 | 82,514 | 84,089 | 85,697 | 87,334 | 89,004 | 90,706 |
| 22 | 60,290 | 62,609 | 65,021 | 67,532 | 70,141 | 72,855 | 74,265 | 75,677 | 77,116 | 78,584 | 80,081 | 81,609 | 83,165 | 84,756 | 86,377 | 88,030 | 89,717 | 91,438 | 93,194 | 94,983 | 96,808 |
| 23 | 64,349 | 66,832 | 69,414 | 72,098 | 74,879 | 77,726 | 79,205 | 80,714 | 82,254 | 83,824 | 85,428 | 87,062 | 88,728 | 90,431 | 92,164 | 93,932 | 95,738 | 97,578 | 99,457 | 101,373 | 103,328 |
| 24 | 68,692 | 71,349 | 74,112 | 76,931 | 79,859 | 82,905 | 84,489 | 86,107 | 87,753 | 89,434 | 91,148 | 92,896 | 94,681 | 96,501 | 98,356 | 100,249 | 102,180 | 104,151 | 106,159 | 108,208 | 110,297 |
| 25 | 73,341 | 76,146 | 79,043 | 82,055 | 85,190 | 88,450 | 90,143 | 91,874 | 93,636 | 95,434 | 97,268 | 99,139 | 101,048 | 102,996 | 104,981 | 107,006 | 109,071 | 111,178 | 113,327 | 115,518 | 117,751 |
| 26 | 78,233 | 81,216 | 84,314 | 87,540 | 90,895 | 94,381 | 96,194 | 98,043 | 99,930 | 101,855 | 103,817 | 105,819 | 107,861 | 109,946 | 112,070 | 114,235 | 116,449 | 118,704 | 121,005 | 123,351 | 125,743 |

| Institution | <u>FY 2006</u> | <u>FY 2007</u> | <u>FY 2008</u> | <u>FY 2009</u> |
|--|----------------|----------------|----------------|----------------|
| University of Maryland Baltimore ⁽¹⁾ | \$482,828 | \$504,910 | \$539,436 | \$451,000 |
| University of Maryland College Park | 376,350 | 403,300 | 431,900 | 464,600 |
| Bowie State University | 188,278 | 240,000 | 244,800 | 272,800 |
| Towson University | 292,752 | 325,000 | 348,100 | 369,300 |
| University of Maryland Eastern Shore | 206,252 | 230,200 | 241,900 | 263,200 |
| Frostburg State University | 226,563 | 240,000 | 257,100 | 272,800 |
| Coppin State University | 193,052 | 220,000 | 220,000 | 233,000 |
| University of Baltimore | 225,752 | 240,800 | 258,000 | 278,700 |
| Salisbury State University | 219,268 | 240,000 | 257,100 | 279,800 |
| University of Maryland University College | 326,308 | 270,000 | 289,200 | 306,800 |
| University of Maryland Baltimore County | 347,319 | 370,000 | 396,299 | 420,400 |
| University of Maryland Center for Environmental Science ⁽²⁾ | 250,170 | 266,700 | 285,700 | 303,100 |
| University of Maryland Biotechnology Institute ⁽²⁾ | 240,829 | 257,000 | 270,100 | 279,700 |
| University System of Maryland Office ⁽³⁾ | 394,737 | 419,900 | 449,800 | 490,000 |
| St. Mary's College of Maryland | 294,559 | 329,930 | 346,427 | 360,284 |
| Morgan State University | 305,263 | 355,000 | 381,625 | 410,000 |

Appendix 5.4 Salaries of Public Higher Education Institution Presidents

⁽¹⁾Compensation package for President of University of Maryland, Baltimore including funding from grants.

⁽²⁾University of Maryland Center for Environmental Science and University of Maryland Biotechnology Institute are research institutions within the University System of Maryland, not degree-granting schools.

⁽³⁾The University System of Maryland Office is the governing body of the University System of Maryland. The listed number represents the Chancellor's salary.

Source: Department of Legislative Services

Appendix 6. Presentations to the Judicial Compensation Commission

Briefing on Revised Revenue Estimates

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Presentation to the Senate Budget and Taxation Committee

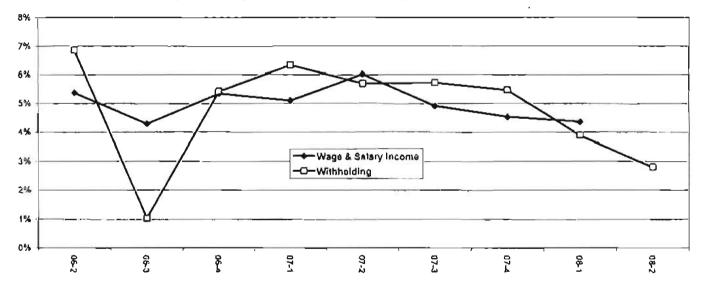
Department of Legislative Services Office of Policy Analysis Annapolis, Maryland

September 15, 2008

Exhibit 1 Recent Economic Performances Year-over-year Percent Change

| | | U.S. Eco | nomy | | | Maryland 1 | Economy | |
|-------------------------|------------|------------|---------------------------|-------------------------------|------------|-----------------------------|---------------------------|-------------------------------|
| Calendar <u>Year</u> | <u>GDP</u> | Employment | Personal <u>Income</u> | Existing <u>Home Sales</u> | Employment | Initial UI <u>Claims</u> | Personal <u>Income</u> | Existing <u>Home Sales</u> |
| 2003 | 2.5% | -0.3% | 3.2% | 9.7% | 0.3% | -1.5% | 3.5% | 8.6% |
| 2004 | 3.6% | t.1% | 6.2% | 9.7% | 1.2% | -17.3% | 7.0% | 10.6% |
| 2005 | 2.9% | 1.7% | 5.6% | 4.4% | 1.5% | -6.1% | 5.5% | 0.3% |
| 2006 | 2.8% | l.8% | 7,1% | -8.5% | 1.3% | -2.4% | 5.7% | -20.9% |
| 2007 | 2.0% | 1.1% | 6.1% | -12.8% | 0.8% | 9.1% | 5.4% | -22.9% |
| | | Year-10 | -dale | | | Year-lo | -daie | |
| 2008 | 2.4% | 0.2% | 4.6% | -18.5% | 0.4% | 20.7% | 5.4% | -33.5% |

Maryland Wage Growth: Year-over-year Percent Change



GDP inflation-adjusted gross domestic product

U): unemployment insurance

Note: Data for 2008 is through March for Maryland personal income and employment, through June for GDP, through July for U.S. personal income, home sales, and initial unemployment insurance claims and through August for U.S. employment.

Sources: GDP and personal income data from the Surces of Economic Analysis, U.S. Department of Commerce; Employment and unemployment insurance claims data from the Bureau of Lobor Stansucs, U.S. Department of Lobor, U.S. home sales from the National Association of Realtors; Maryland home sales from the Maryland Association of Realtors; Withholding data from the Office of the Comptroller; 2008 withholding adjusted for law changes.

Exhibit 2 Maryland Economic Forecasts March 2008 Compared to September 2008

Year-over-year Percent Change

| Wage & Salary Income | <u> Mar. 2008</u> <u>Sept. 2008</u> | | | 5.4% * 5.1% | | | | |
|----------------------|-------------------------------------|------|------|-------------|-------|-------|-------|-------|
| me | <u>Sept. 2008</u> M | 5.5% | 5.7% | 5.4% | 4.4% | 3.4% | 4.9% | 5.5% |
| Personal Income | <u>Mar. 2008</u> | 5.7% | 5.7% | 5.7% * | 4.7% | 5.0% | 5.5% | 6.0% |
| ment | <u>Sept. 2008</u> | 1.5% | 1.3% | 0.8% | 0.6% | 0.3% | 1.2% | 1.8% |
| Employment | <u>Mar. 2008</u> | 1.5% | 1.2% | 0.8% | 1.1% | 1.8% | 1.9% | 1.8% |
| Calendar | <u>Year</u> | 2005 | 2006 | 2007 | 2008E | 2009E | 2010E | 2011E |

* Estimates

Source: Board of Revenue Estimates

| | Fiscal 2008 G | Fiscal 2008 General Fund Revenues (S in Millions) | Revenues | | |
|--|-------------------|--|---------------|-------------------|-----------------|
| | FY 2007 | - | Fiscal 2008 | | FY 2007-2008 |
| Source | <u>Actual</u> | <u>Estimate¹</u> | <u>Actual</u> | <u>Difference</u> | <u>% Change</u> |
| Personal Income Tax | \$6,679.2 | \$6,986.4 | \$6,940.1 | -\$46.3 | 3.9% |
| Sales and Use Tax | 3,420.1 | 3,751.7 | 3,675.3 | -76.5 | 7.5% |
| State Lottery ² | 473.1 | 497.1 | 497.1 | 0.0 | 5.1% |
| Corporate Income Tax | 589.8 | 558.8 | 551.7 | -7.1 | -6.5% |
| Business Franchise Taxes | 206.6 | 209.1 | 208.0 | -1.1 | 0.7% |
| Insurance Premiums Tax | 283.3 | 289.6 | 301.8 | 12.2 | 6.5% |
| Estate and Inheritance Taxes | 224.3 | 220.5 | 243.5 | 23.1 | 8.6% |
| Tobacco Tax | 278.2 | 393.3 | 376.1 | -17.1 | 35.2% |
| Alcohol Beverages Tax | 28.7 | 29.6 | 29.0 | -0.6 | 1.0% |
| Motor Vehicle Fuel Tax | 13.2 | 13.3 | 13.2 | -0.1 | 0.0% |
| District Courts | 97.0 | 0.66 | 91.3 | -7.7 | -5.9% |
| Clerks of the Court | 52.3 | 46.9 | 42.6 | -4.3 | -18.6% |
| Hospital Patient Recoveries | 84.9 | 85.1 | 86.6 | 1.4 | 1.9% |
| Interest on Investments | 178.9 | 122.6 | 166.5 | 43.9 | -6.9% |
| Miscellaneous | 330.5 | 313.8 | 322.9 | 9.1 | -2.3% |
| Grand Total | \$12,940.2 | \$13,616.8 | \$13,545.6 | -\$71.2 | 4.7% |
| Estimated Baseline (adjusted for law changes) Growth | w changes) Growth | | | | 0.9% |
| | | | | | |

Exhibit 3

¹ From the Board of Revenue Estimates, March 2008, with adjustments for action at the 2008 legislative session.

² Total fiscal 2008 net receipts after the distribution to the Stadium Authority totaled \$507.9 million, \$10.8 million above the estimate. The \$10.8 million over-attainment was transferred to a special fund per SB 545 (2008 session).

corporate income tax, and the tobacco tax. In general these changes went into effect in January 2008 thus impacting half of fiscal 2008 Note: Fiscal 2008 revenues reflect numerous changes enacted at the 2007 special session impacting the personal income tax, sales tax, revenues. Exhibit 4 General Fund Revenue Projections (\$ in Millions)

.

| | FY 2008 | FY | | I | FY 2008-2009 | FY 2010 | FY 2009-2010 |
|--|--------------------------------|------------------|-------------------|---------------|-----------------|------------|-----------------|
| Source | Actual | May* | <u>September*</u> | <u>S Chg.</u> | <u>% Change</u> | September* | <u>% Change</u> |
| Personal Income Tax | \$6,940.1 | \$7,444.9 | \$7,309.8 | -\$135.0 | 5.3% | \$7,697.7 | 5.3% |
| Sales and Use Tax | 3,675.3 | 4,052.6 | 3,787.4 | -265.3 | 3.1% | 3,932.8 | 3.8% |
| State Lottery | 497.1 | 511.3 | 495.2 | -16.1 | -0.4% | 507.8 | 2.5% |
| Corporate Income Tax | 551.7 | 672.7 | 672.7 | 0.0 | 21.9% | 746.5 | 11.0% |
| Business Franchise Taxes | 208.0 | 206.5 | 200.9 | -5.6 | -3 ,4% | 209.4 | 4.2% |
| Insurance Premiums Tax | 301.8 | 295.8 | 309.4 | 13.6 | 2.5% | 317.1 | 2.5% |
| Estate and Inheritance Taxes | 243.5 | 213.0 | 210.4 | -2.6 | -13.6% | 214.1 | 1.7% |
| Tobacco Tax | 376.1 | 451.0 | 433.0 | -18.0 | 15.1% | 427.9 | -1.2% |
| Alcohol Beverages Tax | 29.0 | 30.3 | 28.7 | -1.6 | -1.0% | 29.3 | 2.0% |
| Motor Vehicle Fuel Tax | 13.2 | 6.5 | 6.5 | 0.0 | -50.8% | 0.0 | -100.0% |
| District Courts | 91.3 | 101.1 | 93.5 | -7.6 | 2.4% | 95.8 | 2.4% |
| Clerks of the Court | 42.6 | 46.8 | 40.8 | -6.0 | 4.1% | 40.4 | -1.0% |
| Hospital Patient Recoveries | 86.6 | 75.3 | 75.3 | 0.0 | -13.0% | 62.0 | -17.7% |
| Interest on Investments | 166.5 | 97.1 | 122.0 | 24.9 | -26.7% | 115.0 | -5.7% |
| Miscellaneous | 322.9 | 316.1 | 303.5 | -12.6 | -6.0% | 306.0 | 0.8% |
| Total \$13,545.6 Estimated Baseline (adjusted for law changes) Growth | \$13,545.6 w changes) Growi | \$14,521.0 th | \$14,089.2 | -\$431.9 | 4.0% 1.4% | \$14,701.7 | 4.3% 3.9% |
| Estimated growth, March 2008 estimate adjusted for 2008 session action | imate adjusted for | 2008 session | action | | 6.6% | | 4.8% |

* May is from the Board of Revenue Estimates, March 2008, with adjustment for actions taken at the 2008 session. The September estimates for fiscal 2009 and 2010 were adopted by the Board of Revenue Estimates on September 9.

Note: Legislation enacted at the 2007 special session and the 2008 session impacted the personal income tax, sales tax, corporate income tax, tobacco tax, motor fuel tax, and certain miscellaneous revenues. In general these changes went into effect in January 2008 thus impacting half of fiscal 2008 revenues and all of fiscal 2009. Provisions of this legislation also resulted in different fund distributions for some revenue sources beginning in fiscal 2009 although in some cases those new distributions are limited in fiscal 2009 and become fully effective in fiscal 2010.

Exhibit 5 Fiscal 2010 Estimated General Fund Revenues (\$ in Millions)

| | BRE | | | |
|----------------------|-------------------|------------------|-------------------|--|
| Source | <u>Mar. 2008*</u> | <u>Sep. 2008</u> | Difference | |
| Personal Income Tax | \$7,879.4 | \$7,697.7 | -\$181.6 | |
| Sales and Use Tax | 4,212.8 | 3,932.8 | -279.9 | |
| State Lottery | 4,212.8 | 5,932.8 | -12.2 | |
| Corporate Income Tax | 745.9 | 746.5 | 0.7 | |
| Other | 1,855.5 | 1,816.9 | -38.6 | |
| Total | \$15,213.4 | \$14,701.7 | -\$511.7 | |

* March 2008 forecast with adjustment for actions taken at the 2008 session.

Exhibit 6 Pro Forma General Fund Budget Outlook Fiscal 2008-2010 (\$ in Millions)

| Revenues | 2008 <u>Actual</u> | 2009 <u>Leg. Approp.</u> | 2010 <u>Est.</u> |
|--|-----------------------|-----------------------------|---------------------|
| Opening Fund Balance | \$285 | \$487 | \$0 |
| Transfers | 996 | 152 | 350 |
| One-time Revenues/Legislation | 100 | 50 | 0 |
| Subtotal One-time Revenue | \$1,381 | \$689 | \$350 |
| Ongoing Revenues | \$13,545 | \$14,064 | \$14,702 |
| Total Revenues and Fund Balance | \$14,926 | \$14,753 | \$15,051 |
| Ongoing Spending* | \$14,249 | \$14,837 | \$15,695 |
| One-time Spending | | | |
| PAYGO Capital | \$27 | \$16 | \$34 |
| Appropriation to Reserve Fund | 163 | 147 | 291 |
| Subtotal One-time Spending | \$19 0 | \$163 | \$324 |
| Total Spending | \$14,439 | \$14,999 | \$16,019 |
| Ending Balance | \$487 | -\$246 | -\$968 |
| Rainy Day Fund Balance | \$682 | \$739 | \$736 |
| Balance over 5% of General Fund Revenues | 4 | 2 | 0 |
| As % of General Fund Revenues | 5.03% | 5.01% | 5.00% |
| Structural Balance | -\$704 | -\$773 | -\$993 |

PAYGO: pay-as-you-go

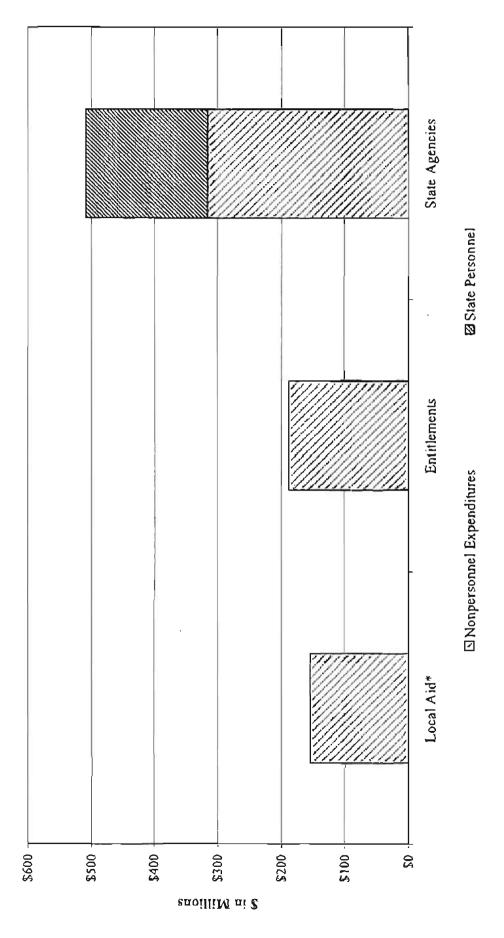
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* Fiscal 2009 spending is *Fiscal Digest* spending adjusted to reflect June 25, 2008 Board of Public Works expenditure reductions. Fiscal 2010 growth based on historical growth rates. Revised fiscal 2010 estimate to be presented to the Spending Affordability Committee in October 2008.

Exhibit 7 Projected General Fund Growth Fiscal 2009-2010

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Remarks to the Judicial Compensation Commission

September 30, 2008

Clayton Greene, Jr., Judge Court of Appeals Chair, Judicial Compensation Committee of the Maryland Judicial Conference

Thank you for the opportunity to appear here today. Because of the serious nature of the matter before you, I am here today with my colleagues, Chief Judge Robert M. Bell, Circuit Administrative Judge William D. Missouri, Chair of the Conference of Circuit Court Judges and Judge Ben C. Clyburn, Chief Judge of the District Court of Maryland. In addition, Ms. Kathy Howard, President of the Maryland State Bar Association is here with us and will speak to you briefly about the importance of judicial compensation. Chief Judge of the Court of Special Appeals, Peter B. Krauser wanted to be here, but could not attend because of his observance of Rosh Hoshanah. Our goal is to provide you some helpful background as you discharge your important responsibilities.

In Maryland we are most fortunate to have this Judicial Compensation Commission, established by the General Assembly in 1982, and as set forth in the Courts and Judicial Proceedings Article, § 1-708. The Commission is charged with the responsibility to study and make recommendations with respect

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to all aspects of judicial compensation, "to the end that the judicial compensation structure shall be adequate to assure that highly qualified persons will be attracted to the bench and will continue to serve without unreasonable economic hardship." Courts and Judicial Proceedings Article, § 1-708(b)(1). Not every state in this country is so fortunate.

The judges present this afternoon, and Ms. Howard will tell you about increased dockets, increased stress, and increased responsibilities of judges in the Maryland courts. Our judges are working hard. We have improved case disposition times; we have initiated our business and technology case management program; and we have initiated drug courts and other specialty courts.

The complexity of the cases has increased. Many cases involve complex questions of standing, class actions, and sophisticated knowledge of scientific and technical information, such as DNA, which has become the rule, not the exception.

Former federal judge, Fred Shannon made the following remarks in 1985, and they are still true today:

We expect our judges to have superior intellectual ability, to be

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learned in the law, and to know and evenhandedly apply the principles of equity. We demand that they reason carefully and articulate fluently and in writing the basis for their decisions. We require that they be patient and courteous and accord to every lawyer and litigant the respect and dignity to which each is entitled and even beyond, so that we, the people, respect our judiciary and trust it to dispense true and equal justice. In order to ensure that our judges remain faithful to their impartial role, we have prevented them from supplementing their income in any way other than by passive investment or by writing or speaking of subjects that will promote a better understanding of the judicial system and the legal profession. And yet, their compensation is simply not comparable to what people of their stature and with their responsibility would earn in the private sector. Clearly our expectations and demands are out of balance with the remuneration we offer.

I do not suggest that judicial salaries can ever be comparable with the private sector. But, it is in the interest of the public that the eroding judicial salaries be kept fair, adequate, and sufficient to attract and to retain the best the legal profession has to offer.

[Break from my remarks allowing time for our leadership to speak.]

I ask that you keep in mind four points:

• Failure to address the disparity in judicial compensation undermines the importance of the judiciary and threatens its independence as an institution of American Government. (Attachment 1)

- If judicial compensation were to be treated the same, as compensation for other State employees, there would have been no reason for the General Assembly to create the Judicial Compensation Commission. (Attachment 2)
- Any increase in judicial compensation, whether implemented immediately or phased-in over the next four years, will have a minimum impact on the State's overall operating budget. (Attachment 3)
- The judiciary is not and has never been a drain on the State's general fund. Instead, through the assessment of fines, fees, penalties and costs, the judiciary is a financial contributor to the State's general fund. (Attachment 4)

United States Supreme Court Chief Justice Roberts stated in his 2006 Year-End Report on the Judiciary that "[t]he American people and their government have a profound stake in the quality of the judiciary." The Chief Justice went on to say that

> Our judiciary will not properly serve its constitutional role if it is restricted to (1) persons so wealthy that they can afford to be indifferent to the level of judicial compensation,

or (2) people for whom the judicial salary represents a pay increase. Do not get me wrong – there are very good judges in both of those categories. But a judiciary drawn more and more from only those categories would not be the sort of judiciary on which we have historically depended to protect the rule of law in this country.

Although Chief Justice Roberts was talking about the federal judiciary, his comments, indeed, are applicable to the State judiciary. I would add that a judiciary drawn more and more from those categories and predominately from the public sector as opposed to the private sector will negatively impact the perception and quality of justice in this State. The net result is that such a system of justice denies our citizens the breadth of experience they deserve with respect to resolving their disputes. Through the leadership of our Chief Judge, the judiciary has taken herculean steps to train judges to handle the increasing complicated cases they confront by implementing programs such as ASTAR and the Business and Technology program; but, those efforts are no substitute for years of hands-on experience with resolving complex matters. Therefore, we must expand the pool, to attract applicants from diverse backgrounds, including applicants with experience in the area of complex civil litigation.

Salaries of Maryland judges should be competitive, equitable, proportionate

to their responsibilities, and set in the appropriate amount in order to attract the most qualified lawyers to the bench, and to retain them as Maryland judges.

In January 2003, then Chief Justice Rehnquist made remarks to Congress in support of increased compensation for judges. He said in part,

I am not suggesting that we match the pay of the private sector – but the large and growing disparity must be decreased if we hope to continue to provide our nation with a capable and effective judicial system. Providing adequate compensation for judges is basic to attracting and retaining experienced, well qualified and diverse men and women to perform a demanding proposition in the public service. We need judges from different backgrounds and we want them to stay for life.

The last time we met, I shared with you my theory that the judiciary is in direct competition with the private mediation industry. In my view, many judges will be encouraged to retire before the mandatory age of 70 and will pursue jobs as private mediators because the job of a mediator is less stressful and more lucrative. I do not have empirical evidence, to offer you as proof, that more judges will retire in Maryland before reaching the age of 70. Likewise, I cannot tell you why 29 judges, before reaching the age of 70, retired from the bench between July 1, 2003 and September 4, 2008. Suffice it to say, that retirement is a personal matter.

Putting aside the reasons why judges retire before age 70, and I suspect there are many reasons, I ask that you focus instead on the importance of an independent judiciary and what it means in our society. It has been said that "the alternative to the rule of law is the rule of power, which is typically arbitrary, self-interested, and subject to influences which may have nothing to do with the applicable law or the factual merits of the dispute. Without the rule of law and the assurance that comes from independent decision makers, it is obvious that equality before the law will not exist." Justice Michael Kirby, Wisconsin. In addition, I ask that you consider the disparity between judicial salaries and the pay of other high level State employees.

The gulf separating judges' pay from pay for those persons heading Maryland institutions of higher education continues to grow. (Attachment 5) For example, the Dean of the University of Maryland School of Law is paid a salary of \$441,616 (this represents a clasic example of pay for performance). In addition, the Dean of the University of Baltimore School of Law is paid \$260,000. As the next chart shows (Attachment 6), the minimum pay for a superintendent of schools in Caroline and Dorchester Counties is \$125,000, close to the pay of a District Court Judge; and, the highest paid superintendent

of schools is in Baltimore County at \$278,000, double what the State pays a District Court Judge.

Salaries of first-year associates in law firms continue to outpace the salaries of judges. After clerking with the Court of Appeals for one year, a new lawyer can earn more than \$160,000 in the larger law firms in Baltimore and Washington, D.C., supplemented with bonuses and other benefits. Some young lawyers arguing cases before the trial courts of this State are earning more than judges who have years of experience. (Attachments 7 and 8)

As the next chart shows, salaries paid to some State employees pursuant to the State of Maryland, Executive Pay Plan-Salary Schedule exceed the salaries paid to judges. (Attachment 9) In addition, the next chart shows the scope of pay for those who come under the State of Maryland's physician pay plan. (Attachment 10)

Regional Competition: The competition for judicial skills with our closest neighboring states is becoming more intense. In fact, during the past four years judicial salaries in Pennsylvania (23.6%-27.26%), Delaware (16.5%-23.5%), Virginia (23.2%), and West Virginia (27.4%-28.9%) have grown at a faster rate than in Maryland.

These same states (with the exclusion of West Virginia) were taken into consideration for purposes of comparison by the Commission four years ago when it decided to recommend a pay raise for Maryland judges. You will note that in each case, we are ranked behind the other five jurisdictions. (Attachment 11)

| | Md. | Del. | <u>D.C.</u> | N.J. | Pa. | Va. |
|----------------------------------|-----------|-----------|-------------|-----------|-----------|-----------|
| Highest Court | \$162,352 | \$185,050 | \$179,500 | \$176,488 | \$181,371 | \$167,000 |
| Intermediate Appellate Court | \$149,552 | N/A | N/A | \$167,023 | \$171,131 | \$158,650 |
| Court of General Jurisdiction | \$140,352 | \$168,850 | \$169,300 | \$157,000 | \$157,441 | \$155,033 |
| Court of Limited Jurisdiction | \$127,252 | \$168,850 | \$149,000 | \$157,000 | \$153,798 | \$139,538 |

Federal Judicial Salaries Compared to Maryland Judicial Salaries: The

Judiciary's goal and that of the Judicial Compensation Commission has been to achieve full parity with federal judicial compensation structure. Despite our efforts, Maryland judicial salaries continue to lag behind federal judicial salaries by 20% to 28%. In the event of favorable Congressional action, federal judicial salaries would possibly increase another 28.7%. If this happens and the Judicial Compensation Commission does not take similar action, that gap would double to 42% to 58%. That, in turn, would automatically increase the District of Columbia judicial salaries as well, creating new regional competitive pressures for Maryland's judicial salaries. Keep in mind that the District of Columbia judicial salaries are tied to the federal judges' salaries.

There are 285 judges in Maryland, 20 at the appellate court level, 153 at the circuit court level, and 112 at the district court level. Here are the present salaries for Maryland judges (Attachment 12):

| Chief Judge COA | \$181,352 |
|-----------------------------|-----------|
| Judge, COA | \$162,352 |
| Chief Judge, COSA | \$152,552 |
| Judge, COSA | \$149,552 |
| Judge, Circuit Court | \$140,352 |
| Chief Judge, District Court | \$149,552 |
| Judge, District Court | \$127,252 |

The federal judge salaries are as follows (Attachment 13):

| | Present | Proposed ¹ |
|--------------------------|-----------|-----------------------|
| Chief Justice | \$217,400 | \$279,900 |
| Supreme Court | \$208,100 | \$267,900 |
| Federal Court of Appeals | \$179,500 | \$231,100 |
| District Court | \$169,300 | \$218,000 |
| Magistrate | \$155,800 | \$200,600 |

When you compare the current salaries of Maryland judges to the current salaries

of federal court judges the difference is as shown (Attachment 14):

| Present Salaries | | | | Difference* |
|------------------|-----------|-----------------|-----------|-------------|
| Chief Justice | \$217,400 | Chief Judge COA | \$181,352 | \$36,048 |
| SC | \$208,100 | COA | \$162,352 | \$45,748 |
| FCOA | \$179,500 | COSA | \$149,552 | \$29,948 |
| District | \$169,300 | Circuit Court | \$140,352 | \$28,948 |
| Magistrate | \$155,800 | District Court | \$127,252 | \$28,548 |

We ask that you put forth a judicial compensation package that will help to

close this gap between federal judicial pay and State judicial pay. This would be

¹Bills presently before Congress seek an additional 28.7% increase effective immediately. The two bills have been reconciled. Each has received favorable Committee recommendations and they are currently awaiting floor action, which has not yet been scheduled.

consistent with the judiciary's goal and the prior direction of the Judicial Compensation Commission. Accordingly, we ask that you consider a plan that will move our judges' salaries more in line with federal judges' salaries and the other jurisdictions in our region:

- Provide the same salary increase for all judges at each level of the Maryland court system.
- Any salary increase could be phased in over the next four years.
- Such an approach will raise the floor for all Maryland judges proportionately, and under this approach, the percentage of pay would be greater across the board for our trial judges.

Pursuant to changes that were made to Maryland Law in 2005, the Commission may only study judicial salaries every four years. Accordingly, your next opportunity to review our salaries will not be until 2012.

Some of you may say, from a political point of view, that now is not a good time to ask for a pay increase, given the economic conditions in our nation and particularly in our State. This is so, you would say, notwithstanding the fact that, according to recent reports, Maryland is the wealthiest state in the nation.

My response is that, as judges, we do not decide political questions.

Moreover, judges are not and should not act like politicians. Our job is to protect the rule of law. Likewise, as members of the Judicial Compensation Commission, you are not expected to assume the role of politicians. Your task, by law, is to review the facts and make recommendations, if you deem it the right and just thing to do, to the end that the judicial compensation structure shall be adequate to assure that highly qualified lawyers will be attracted to the bench and will continue to serve without unreasonable economic hardship. There is, indeed, a political process in place that, in time, will deal directly with any budgetary concerns that you may have.

Despite the political question, we are mindful of the various unfavorable budgetary predictions. Even though, in the past, parity with federal judicial pay has been the expressed belief of this Commission, we are pragmatic enough to know that given the present and projected economic conditions, that parity is not an immediately attainable goal in this climate. In the spirit of compromise, we seek a compensation package that will move the Maryland judiciary another step closer to parity. For now, the immediate phase-in of adjustments in pay over the next four years would seem to be a step in the right direction.

The following charts demonstrate the current fiscal impact of judicial pay on

the State's Operating Budget:

- In 2007, the Maryland Judiciary collected and remitted over \$900 million to the State and local governments.
- 2. The Maryland Judiciary's 2009 fiscal year budget (appropriations) is approximately \$429 million, which represents 1.4% of the overall State budget. (Attachment 15)
- 3. .2% of the State's operating budget is devoted to judge's salaries.(Attachment 16)

Finally, it is in the interest of the public and the judiciary that the eroding judicial salaries be kept fair, adequate, and sufficient to attract and retain the best the legal profession has to offer.

I thank you for your attention and consideration.

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The Maryland Bar Center

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| 520 West Fayelle Street | | | | |
|--------------------------------------|---|--|--|--|
| Ballimore, MD 21201-1781 | Chairman Frosh and Committee Members: | | | |
| 410-685-7878 | The Maryland State Bar Association is one of the largest voluntary Bar Associations in the United States, representing over 23,000 members who include practicing attorneys and judges alike. | | | |
| 800-492-1964 | The MSBA is committed to promoting professionalism, access to justice, service to the public and respect for the rule of law. | | | |
| fax 410-685-1016 | With that migning in mind I apple to you to dow on the Duraidant of this must | | | |
| tdd 410-539-3186 | With that mission in mind I speak to you today as the President of this great organization and proudly convey the position of our organization in support of the request of the Judicial Compensation Commission. | | | |
| www.msba.org | | | | |
| Katherine Kelly Howard President | The MSBA wants the State of Maryland to have the most professionally qualified lawyers apply for and to be appointed to the bench. The MSBA strongly believes that proper compensation for the judiciary is essential to the achievement of this goal. Although this State faces tough economic times the commitment to having | | | |
| Thomas C. Cardaro President-Elect | a qualified judiciary depends on equitable compensation for its members. O Economics often become a factor in who decides to apply for a judicial vacancy. | | | |
| Thomas D. Murphy Secretary | Consider this example, the starting salaries for new associates at some of Baltimore's biggest law firms in 2008. The lowest starting salary was \$95,000 and others ranged from \$100,000 to a high of | | | |
| John P. Kudel Treasurer | \$160,000. This is for first year associates with NO EXPERIENCE! For those of us who are committed to recruiting and appointing the best possible candidates for our judiciary it is disturbing that some | | | |
| Paul V. Carlin Executive Director | new lawyers are paid as much as District Court judges, who handle the heaviest dockets in this state and are paid only a few thousand dollars short of our circuit court judges who make life and death decisions. | | | |
| | Maryland's citizens expect our State to have a strong and knowledgeable judiciary, experienced enough to meet the challenges of our diverse and ever changing Maryland communities. Unless this Legislature is committed to proper financial support of our Judicial branch, meeting this expectation of our citizens is put at risk. | | | |

• The MSBA believes that even a modest increase in judicial compensation will lead to an increase in the talent pool of Maryland lawyers willing to aspire to the bench and that as a result the entire state benefits from this.

The MSBA and its 23, 000 members urge you to recommend an increase in judicial salaries and we stand ready to support you in the legislature and during the budget process.

Respectfully;

Katherine Kelly Howard President

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| Bill No.: | |
|------------|--|
| Requested: | |
| Committee: | |

By: Leave Blank

SENATE JOINT RESOLUTION

Drafted by: Volk Typed by: Alan Stored – 01/08/09 Proofread by _____ Checked by _____

1 A Senate Joint Resolution concerning

Judicial Compensation Commission – Recommendations

FOR the purpose of proposing an alteration to the compensation of the members of the
 Judiciary in this State in accordance with Section 1-708 of the Courts and
 Judicial Proceedings Article of the Annotated Code of Maryland.

6 WHEREAS, Section 1–708(b)(2) of the Courts and Judicial Proceedings Article 7 of the Annotated Code of Maryland establishes a seven-member Judicial 8 Compensation Commission appointed by the Governor with two members appointed 9 on nomination of the President of the Senate, two members appointed on nomination of the Speaker of the House of Delegates, one member appointed on nomination of the 10 11 Maryland State Bar Association, and two members appointed at large. The Judicial 12 Compensation Commission is constituted as follows: appointments made on the 13 nomination of the President of the Senate: John Paterakis and Elizabeth Buck; 14 appointments made on the nomination of the Speaker of the House of Delegates: 15 Thomas Barbera and Raymond Langston; appointment made on the nomination of the 16 Maryland State Bar Association: Edward Gilliss; and appointments at large: Annette J. Funn and Alice G. Pinderhughes. The Commission members elected Elizabeth Buck 17 18 to serve as the chair of the Commission. The Commission is charged with reviewing 19 the salaries of the judges of the Judiciary of Maryland and making written 20 recommendations to the Governor and the General Assembly every 4 years; and



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21WHEREAS, Section 1-708(d) of the Courts and Judicial Proceedings Article of 22 the Annotated Code of Maryland provides as follows: the General Assembly may 23 amend this Joint Resolution to decrease any of the Commission's salary 24 recommendations, but no reduction may diminish the salary of a judge during the 25judge's continuance in office. The General Assembly may not amend this Joint 26 Resolution to increase these recommended salaries. Should the General Assembly not 27 adopt or amend this Joint Resolution within 50 days of its introduction, the salaries 28 recommended herein shall apply during fiscal years 2010 through 2013. Should the 29 General Assembly reject any or all of the salaries herein recommended, the salaries of 30 the judges so affected shall remain unchanged during fiscal years 2010 through 2013 31unless modified under other provisions of the law; and

32 WHEREAS, The Judicial Compensation Commission held three meetings in 33 September and October 2008. The Commission considered many aspects and facets of 34 judicial compensation. The Commission by a vote of five or more of its members has 35 recommended judicial salaries for fiscal years 2010 through 2013; now, therefore, be it

RESOLVED BY THE GENERAL ASSEMBLY OF MARYLAND, That after
 considering the recommendations of the Judicial Compensation Commission,
 beginning July 1, 2009, judicial salaries shall be as follows:

| 39 | Position | Current Salary | Proposed Salary |
|----|--------------------------|----------------|-----------------|
| 40 | Court of Appeals | | |
| 41 | Chief Judge | 181,352 | 190,463 |
| 42 | Associate Judge | 162,352 | 171,463 |
| 43 | Court of Special Appeals | | |
| 44 | Chief Judge | 152,552 | 161,663 |
| 45 | Associate Judge | 149,552 | 158,663 |
| 46 | Circuit Courts | | |
| 47 | Judge | 140,352 | 149,463 |
| 48 | District Court | | |
| 49 | Chief Judge | 149,552 | 158,663 |
| 50 | Associate Judge | 127,252 | 136,363; |
| | | | |

51 and be it further

52 RESOLVED, That beginning July 1, 2010, judicial salaries shall be as follows:

| 53 | Position | Proposed Salary |
|----|--------------------------|--|
| 54 | Court of Appeals | |
| 55 | Chief Judge | 200,121 |
| 56 | Associate Judge | 181,121 |
| 57 | Court of Special Appeals | |
| 58 | Chief Judge | 171,321 |
| 59 | Associate Judge | 168,321 |
| 60 | Circuit Courts | |
| 61 | Judge | 159,121 |
| 62 | District Court | |
| 63 | Chief Judge | 168,321 |
| 64 | Associate Judge | 146,021; |
| 65 | and be it further | |
| 66 | RESOLVED, That be | ginning July 1, 2011, judicial salaries shall be as follows: |
| 67 | Position | Proposed Salary |
| 68 | Court of Appeals | |
| 69 | Chief Judge | 210,358 |
| 70 | Associate Judge | 191,358 |
| 71 | Court of Special Appeals | |
| 72 | Chief Judge | 181,558 |
| 73 | Associate Judge | 178,558 |
| 74 | Circuit Courts | |
| 75 | Judge | 169,358 |
| 76 | District Court | |
| 77 | Chief Judge | 178,558 |
| 78 | Associate Judge | 156,258; |
| | | |

79 and be it further

80 RESOLVED, That beginning July 1, 2012, judicial salaries shall be as follows:

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| 81 | Position | Proposed Salary |
|----|--------------------------|-----------------|
| 82 | Court of Appeals | |
| 83 | Chief Judge | 221,210 |
| 84 | Associate Judge | 202,210 |
| 85 | Court of Special Appeals | |
| 86 | Chief Judge | 192,410 |
| 87 | Associate Judge | 189,410 |
| 88 | Circuit Courts | |
| 89 | Judge | 180,210 |
| 90 | District Court | |
| 91 | Chief Judge | 189,410 |
| 92 | Associate Judge | 167,110. |

RESOLVED, That a copy of this Resolution be forwarded by the Department of
Legislative Services to the Honorable Martin O'Malley, Governor of Maryland; the
Honorable Thomas V. Mike Miller, Jr., President of the Senate of Maryland; and the
Honorable Michael E. Busch, Speaker of the House of Delegates.

Appendix 8. Judges' Retirement System

The Judges' Retirement System of the State of Maryland covers judges of the Court of Appeals, the Court of Special Appeals, the circuit courts, and the District Court of Maryland. In addition, members of the State Workers Compensation Commission and full-time masters in chancery or juvenile justice causes, appointed by a circuit court on or before June 30, 1989, are covered.

The judges' retirement plan is a contributory plan created on July 1, 1969. The plan requires an employee contribution of 6 percent of a member's annual salary for the first 16 years of membership credit in the judges' system. After 16 years of service, a member becomes eligible for the maximum retirement allowance of two-thirds of the annual salary of an active judge in a similar position.

As of June 30, 2007, there were 645 members of the judges' system. The total membership can be classified as follows: (1) 297 active members with total annual salaries of \$37.6 million; (2) 335 retired members and beneficiaries with total annual retirement allowances of \$21.3 million; and (3) 13 vested, deferred, or inactive members.

Prior to 2005, if a judge died as a retiree on disability, the surviving spouse could not receive the 50 percent benefit until age 50. Legislation introduced during the 2005 session changed the system by removing that provision, thus allowing a surviving spouse to receive the judge's disability benefit immediately without regard to the age of the spouse. The change makes this consistent with the benefit to a spouse if a judge dies while on the bench, which a spouse may receive immediately.

In order to fund the judges' system, the State's actuary determines a contribution rate. This rate is applied to member salaries in order to provide the revenues necessary to fund the system over the long term. The State's actuary proposes a contribution rate to the Board of Trustees of the Maryland State Retirement and Pension Systems, which adopts the official contribution rate. The contribution rate to be applied to fiscal 2010 salaries is 48.89 percent.