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# FISCAL IMPACT REPORT

SPONSOR	Saavedra	ORIGINAL DATE LAST UPDATED	2/2/2007 <b>HB</b>	791
SHORT TITLE Metro & Magistra		e Court Judge Salaries	SB	
			ANALYST	Moser

## **APPROPRIATION (dollars in thousands)**

Арргор	riation	Recurring or Non-Rec	Fund Affected
FY07	FY08		
	\$423.1	Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

Duplicates SB 301, HB 488

# SOURCES OF INFORMATION

LFC Files

<u>Responses Received From</u> Administrative Office of the Courts (AOC) Metro Court (MC)

#### SUMMARY

Synopsis of Bill

House bill 791 amends Section 34-1-9 NMSA 1978 to increase the salaries of metropolitan court judges to 95% of the salary of a district judge, instead of 90%. This change in statute would also increase salaries of magistrate court judges since magistrate court judges are paid at 75% of the salary of a metropolitan court judge.

#### FISCAL IMPLICATIONS

House bill 791 appropriates recurring funds in the amount of \$423.1 to increase the salaries of metropolitan court and magistrate court judges.

The following chart sets forth the proposed increases for metropolitan court and magistrate court judges:

		Current Salary		Effect on Current Salary	
	No.	Curr. Rate	NewRate	Total	
Chief Metro Judge	1	\$ 95,060	\$ \$100,347	\$ 6,388	
Assoc. Metro Judges	18	\$ 93,44	\$ 98,632	\$ 113,017	
Total Metro Cost				\$ 119,405	
Magistrate Judges					
	No.	Curr. Rate	NewRate	Total	
Presiding Magistrate	2	\$ 71,299	9 \$ 75,260	\$ 9,503	
Assoc. Magistrate	63	\$ 70,08 <sup>-</sup>	\$ 73,974	\$ 294,217	
Total Magistrate Cost				\$ 303,720	
Total				\$ 423,125	

## SIGNIFICANT ISSUES

The Judicial Compensation Commission, an independent six-member Commission charged with recommending to the Legislative Finance Committee and the Department of Finance and Administration a compensation and benefits plan for New Mexico judges, was created two years ago. The Judicial Compensation Commission evaluated judicial salaries, including comparing New Mexico judges' salaries and benefits to surrounding states; issues of retention and recruitment; salaries of attorneys in New Mexico; and reasons judges leave the New Mexico judiciary. The Commission determined that the current 10 percent salary differential between metropolitan court judges and district court judges creates an unfair disadvantage for the metropolitan court as all other judges receive only a 5 percent differential.

The Metro Court indicates that that main qualification difference between a Metropolitan Court Judge and a District Court Judge are the number of years of law practice required as a prerequisite to taking the bench. While a District Court Judge requires six (6) years of actual practice, a Metropolitan Court Judge only requires three years. The practical difference, however, is negligible, as the nineteen judges currently sitting at Metropolitan Court average 12.56 years of legal experience prior to their appointment or election to the bench.

The Metro Court states that a Metropolitan Court Judge has the highest caseload of any judge in the state. Based upon last fiscal year's case filings, the Court projects each Metropolitan Court Judge to average 6,632 new case filings in fiscal year 2007.

Since 2001, three Metropolitan Court Judges have moved to the Second Judicial District Court. Of the current judges sitting at the Second Judicial District Court, nine (or 38%) served previously as Metropolitan Court Judges. The prospects of a lower caseload and a salary increase of \$10,383 by transferring to the District Court have made it difficult for Metropolitan Court to retain its judges. By passing this legislation, the metro court argues that the salary gap would be reduced by half.

## **PERFORMANCE IMPLICATIONS**

Increased salaries may reduce turnover and vacancy rates, with attendant training costs, in the metropolitan and magistrate courts. Higher salaries may encourage highly qualified individuals to seek both metropolitan and magistrate positions.