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8 SUPERIOR COURT OF THE STATE OF CALIFORNIA

9 COUNTY OF ORANGE

11 **ORANGE COUNTY ATTORNEYS  
ASSOCIATION,**

13 Petitioner,

14 v.

15 **COUNTY OF ORANGE; BOARD OF  
16 SUPERVISORS OF THE COUNTY OF  
ORANGE,**

17 Respondents.  
18

Case No. 30-2013-00638110-CU-WM-CJC

**AMICUS CURIAE BRIEF BY THE  
STATE OF CALIFORNIA**

Date: May 30, 2014

Time: 1:30 p.m.

Dept: C25

Judge: The Honorable Thierry P. Colaw

Action Filed: March 15, 2013

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1 INTRODUCTION

2 In 2012, the Legislature passed and the Governor signed into law the Public Employees’  
3 Pension Reform Act of 2013 (PEPRA) to strengthen public pension systems throughout the State  
4 of California and ensure their financial solvency. This historic pension reform legislation capped  
5 pension benefits, increased the retirement age, stopped abusive pension spiking, and shifted a  
6 greater burden onto employees to fund their retirement.

7 In the course of this litigation between petitioner Orange County Attorneys Association and  
8 respondents County of Orange (County) and Board of Supervisors of the County of Orange, a  
9 number of questions have arisen regarding the meaning of certain sections of PEPRA, principally  
10 Government Code section 31631, which was added by PEPRA to the County Employees’  
11 Retirement Law of 1937. (CERL; Gov. Code, § 31450 et seq.) Interested in ensuring that  
12 PEPRA is interpreted and implemented as intended, the State of California (State) respectfully  
13 submits this amicus curiae brief to assist this Court in construing that statute.

14 The primary issue petitioner raises is whether, after PEPRA, the County retains its  
15 unilateral authority to require county employees to pay their share of pension contributions.<sup>1</sup>  
16 Petitioner argues that, absent agreement by the employees in the form of a Memorandum of  
17 Understanding (MOU), section 31631 now prevents the County from revoking a prior agreement  
18 to pay a portion of the employees’ share of pension contributions and hence from requiring the  
19 employees to bear their share of the pension funding burden. In other words, petitioner contends  
20 that the County must continue to “pick up” its employee’s share of pension contributions unless  
21 its members agree otherwise in an MOU.

22 Petitioner’s interpretation is incorrect and the State urges the Court to reject it. The purpose  
23 animating enactment of PEPRA was precisely to shift *more* of the pension funding burden onto  
24 employees. It did not abrogate the County’s longstanding authority to unilaterally require

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26 <sup>1</sup> A second issue raised by petitioner is whether the County may continue to require its  
27 employees to also pay a portion of the contribution assigned to county *employers*, even though  
28 the previous MOU authorizing that practice has expired. While this issue involves the application  
of PEPRA, it appears to turn mostly on whether the County’s interpretation of certain MOU terms  
and of their effect is valid. The State’s amicus curiae brief does not directly address this issue.

1 employees to pay their share of pension contributions, and does not now condition that authority  
2 on the employees' agreement to assume that burden. Petitioner's interpretation is inconsistent  
3 with the plain meaning, structure, and purpose of the statute. In addition, by rejecting petitioner's  
4 interpretation, the Court can avoid a potential constitutional conflict.

## 5 BACKGROUND

### 6 I. RETIREMENT BENEFITS ARE FUNDED FROM EMPLOYEE AND EMPLOYER 7 CONTRIBUTIONS

8 Retirement benefits for CERL members are funded over the employee's working career  
9 from employee contributions, employer contributions, and investment returns. (Sen. Rules Com.,  
10 Off. of Sen. Floor Analyses, 3d reading analysis of Assem. Bill No. 197 (2011-2012 Reg. Sess.)  
11 as amended Aug. 31, 2012, at p. 10.) Employee and employer contributions are set by counties  
12 based on specific benefit levels established by CERL (see, e.g., § 31676.12),<sup>2</sup> the actuarially  
13 determined cost of those benefits, and the amounts that accordingly need to be contributed each  
14 year to actuarially fund the benefits. (See Declaration of Mitch Tevlin in Support of  
15 Respondents' Opposition to the Petition for Writ of Mandate (Tevlin Decl.) at p. 2.)

16 Because employees and employers split the cost of benefits, each group has a unique rate at  
17 which it must contribute. These rates are set by the county board of retirement and then adopted  
18 by the county. (Tevlin Decl. at p. 2.) The rate at which an employee must contribute is known as  
19 an employee's "normal rate of contribution."

20 This normal *rate* determines what is known as the member's "normal contributions." (§  
21 31463 [defining "normal contributions" as "contributions by a member at the normal rates of  
22 contributions"].) Should a member leave the retirement system prior to retirement and withdraw  
23 his or her contributions, it is the member's (as opposed to employer's) "normal contributions"  
24 accumulated and credited over time that must be returned to the member. (See § 31628.)

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<sup>2</sup> All statutory references are to the Government Code unless otherwise indicated.

1 **II. SECTIONS 31581.1 AND 31581.2 ALLOW EMPLOYERS TO “PICK UP” THE**  
2 **CONTRIBUTIONS ASSIGNED TO A MEMBER**

3 CERL contemplates that a member’s “normal contributions” to the system, though  
4 *attributed* to that member, may not be *paid* for by that member. For decades, section 31581.1 has  
5 authorized county employers “pay up to one-half of the contributions normally required of  
6 members,” in addition to the employer’s assigned contributions. (§ 31581.1, subd. (a).)  
7 Meanwhile, section 31581.2 has authorized county employers “to pay any portion” of the  
8 member’s assigned contributions. (§ 31581.2, subd. (a).) Thus, if the member’s normal rate of  
9 contribution is seven percent, the employer can “pick up” up to three-and-one-half percent of the  
10 cost under section 31581.1, and up to seven percent under section 31581.2, reducing the amount  
11 the member actually pays, but leaving intact the amount of pension contributions attributed to that  
12 member. Section 31581.2, but not section 31581.1, further allows a member to be credited with  
13 the amount paid on his behalf, so that should he leave the system prior to retirement, he is entitled  
14 to withdraw all contributions credited, both the contributions he paid and those his employer paid  
15 on his behalf. (See § 31581.2, subd. (a) [“All payments shall be in lieu of wages and shall be  
16 reported simply as normal contributions and shall be credited to member accounts”].) Under both  
17 statutes, the employer pick-up reduces the pension funding burden for the employee.<sup>3</sup>

18 The employer, however, may unilaterally revoke the pick-up. Employer pick-ups  
19 authorized under section 31581.1 persist only as long as the authorizing resolution allows. (§  
20 31581.1, subd. (a) [providing that the employer pick-up is for the “period of time designated in  
21 the resolution providing for such payment”].) Section 31581.2 provides that a county can amend  
22 or repeal the pick-up “at any time,” subject to the meet and confer requirements of the Meyers-  
23 Milias Brown Act (§§ 3500–3510) that apply to bargaining over terms of compensation. (§  
24 31581.2, subd. (b).) Section 31581.2 thus permits a county that has previously authorized a pick-

25 <sup>3</sup> The Public Employees’ Retirement Law (PERL; § 20000 et seq.), which governs the  
26 California Public Employees’ Retirement System (CalPERS), similarly authorizes employer pick-  
27 ups and provides that such pick-ups are to be credited to an individual as that individual’s  
28 “normal contributions.” Whereas CERL achieves these objectives through section 31581.2,  
PERL specifically defines “normal contributions” to “include[] contributions required to be paid  
by a member that are in fact paid on behalf of a member by an employer.” (§ 20053.)

1 up to unilaterally withdraw it and instead require employees to pay for their own pension  
2 contributions. Significantly, the Legislature long ago made it clear that any pick-up agreed to by  
3 a County in an MOU also “shall not create vested rights in any member.” (*Ibid.*)

#### 4 ARGUMENT

##### 5 I. PEPRA PRESERVES THE EMPLOYER’S UNILATERAL RIGHT TO END PICK-UPS

6 The parties do not dispute that on December 31, 2012, immediately before the effective  
7 date of PEPRA, the County had authority to unilaterally end employer pick-ups, whether because  
8 authority for the pick-ups had expired or because responsibility for the pick-ups had been  
9 originally assumed pursuant to section 31581.2, which expressly allowed revocation. At issue is  
10 whether PEPRA preserves or eliminates this authority. Petitioner argues that pursuant to section  
11 31631, subdivision (a), PEPRA now permits an employer to revoke pick-ups only if it obtains  
12 agreement of its employees in the form of an MOU. Respondents disagree, primarily on the  
13 ground that PEPRA leaves sections 31581.1 and 31581.2 intact, thereby indicating the  
14 Legislature’s intent to have these two sections continue to govern employer pick-ups in CERL  
15 counties.

16 But the State submits that it is section 31631, subdivision (b), that governs. Subdivision (b)  
17 is a carve-out from section 31631, subdivision (a), that preserves a county’s unilateral authority to  
18 end pick-ups. It reads: “Nothing in [section 31631] shall modify a board of supervisors’ or the  
19 governing body of a district’s authority under law as it existed on December 31, 2012, including  
20 any restrictions on that authority, to change the amount of *member contributions*.” (§ 31631,  
21 subd. (b), italics added.) Because the effect of giving or taking away a pick-up is to change “the  
22 amount of member contributions”—that is, the amount members actually pay into the system—  
23 PEPRA preserves the employer’s right to unilaterally end pick-ups.

24 Petitioner dismisses the significance of subdivision (b) of section 31631 on the ground that  
25 “the amount of member contributions” refers only to “the ‘member contribution’ *rate*”—that is,  
26 the actuarially set rate that determines the contributions assigned to the employee but not  
27 necessarily paid by him. (See Memorandum of Points and Authorities in Support of Verified  
28 Petition for Writ of Mandate at pp. 10–11, italics added.) Under petitioner’s interpretation,



1 subdivision (b) does not preserve the County’s unilateral authority to end pick-ups but instead  
2 preserves only a ministerial power to adjust the amount actuarially set as the required employee  
3 contribution.

4 Neither the plain meaning of section 31631, subdivision (b), nor the structure of PEPRA as  
5 a whole supports petitioner’s argument. The plain, commonsense meaning of “the amount of  
6 member contributions” is the *amount* members actually pay into the system. That language  
7 cannot be construed to mean a *rate*, as petitioners urge.<sup>4</sup> Nor can “member contributions” be  
8 construed to mean *normal contributions*, which is a term long defined in CERL that specifically  
9 denotes those contributions assigned to the employee at the normal rate of contribution, even if  
10 they are not necessarily paid for by the employee. (§ 31463.) Petitioner fails to show why this  
11 Court should disregard the well-settled “first step” of statutory construction, which is “to  
12 scrutinize the actual words of the statute,” and give them their “plain and commonsense  
13 meaning.” (*Garcia v. McCutchen* (1997) 16 Cal.4th 469, 476; see also *Collection Bureau of San*  
14 *Jose v. Rumsey* (2000) 24 Cal.4th 301, 310 [“Absent a compelling reason to do otherwise, we  
15 strive to construe each statute in accordance with its plain language”]; *Lungren v. Deukmejian*  
16 (1988) 45 Cal.3d 727, 735 [“Words used in a statute or constitutional provision should be given  
17 the meaning they bear in ordinary use”].) That meaning “is generally the most reliable indicator  
18 of legislative intent and purpose.” (*People v. Manzo* (2012) 53 Cal.4th 880, 885.)

19 Petitioner’s interpretation of the term “member contributions” also fails because PEPRA  
20 itself expressly distinguishes “member contributions” from “normal contributions.” Section  
21 20516 explains that “member contributions” may embrace “contributions *over and above* normal

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23 <sup>4</sup> In addition, had the Legislature intended “the amount of member contributions” in  
24 subdivision (b) of section 31631 to mean the “normal rate of contribution of members,” it likely  
25 would have used that far more specific term, as it did elsewhere in PEPRA. (§ 31631.5, subd.  
26 (a)(1) [limiting the maximum member contribution rate to “no more than 14 percent above the  
27 applicable normal rate of contribution of members”]; *id.*, subd. (a)(2) [“Applicable normal rate of  
28 contribution of members means the statutorily authorized rate applicable to the member group as  
the statutes read on December 31, 2012”].) That the Legislature did not do so further suggests it  
meant something different. (See *Orange County Air Pollution Control Dist. v. Public Util. Com.*  
(1971) 4 Cal.3d 945, 954, fn. 8 [“The courts assume that in enacting a statute the Legislature was  
aware of existing, related laws and intended to maintain a consistent body of statutes,” quotation  
marks omitted].)

1 contributions otherwise required” (§ 20516, subd. (b), italics added)), such as contributions  
2 covering an *employer* contribution (*id.*, subd. (a)). In other words, the term “member  
3 contributions” means the contributions actually paid by the employee, no matter whose share of  
4 the funding burden is being paid. That understanding of “member contributions” is also  
5 consistent with the use of the term in section 31641.2, a part of CERL. That section permits a  
6 member to receive retirement credit for past public service if a member pays *two times* the  
7 contributions that he or she would have made had he or she been a member during that length of  
8 time. However, rather than denote only the amount of the member’s normal contributions as  
9 “member contributions,” section 31641.2 uses that term to refer to *all* of the contributions the  
10 member pays into the system. (§ 31641.2, subd. (b).)<sup>5</sup> The argument that the term in section  
11 31631 instead refers only to a member’s “normal contributions” is thus untenable. (See *Lungren*,  
12 *supra*, 45 Cal.3d at p. 735 [requiring “provisions relating to the same subject matter” to “be  
13 harmonized to the extent possible”]; *Renee J. v. Superior Court* (2001) 26 Cal.4th 735, 743  
14 [“[T]he various parts of a statutory enactment must be harmonized by considering the particular  
15 clause or section in the context of the statutory framework as a whole”].)<sup>6</sup> Instead, “effect should  
16 be given” to the Legislature’s choice of words in section 31631 by interpreting “the amount of  
17 member contributions” according to its plain meaning and how that term is used elsewhere in  
18 both CERL and PEPRA. (*California Assn. of Psychology Providers v. Rank* (1990) 51 Cal.3d 1,  
19 18.)

20  
21 <sup>5</sup> The title of CERL’s Article VI, “Members’ Contributions,” provides further evidence that  
22 the term “member contributions” has a broader meaning than “normal contributions.” That  
23 article addresses not only a member’s “normal contributions” (§ 31463), but also a member’s  
24 “additional contributions” (§ 31465).

25 <sup>6</sup> Petitioner’s reference to various other sections of CERL to support its argument that  
26 “member contributions” refer simply to the member’s normal rate of contribution is unavailing.  
27 Only one of the four sections petitioner cites (see Memorandum of Points and Authorities in  
28 Support of Verified Petition for Writ of Mandate at p. 11) even uses the term “member  
contributions.” That section—section 31453.5—uses the phrase “required member contributions”  
not to refer to a member’s normal rate of contribution, but rather to explain how the normal rate  
of contribution is to be determined. In addition, nothing about that section’s reference to “the  
required member contributions” indicates that the term “member contributions” is limited only to  
a member’s normal contributions. In contrast, section 20516 expressly indicates that the term  
“member contributions” is distinct from “normal contributions.”

1           Once subsection (b) is properly understood to preserve the County’s preexisting authority to  
2 change the amounts members actually contribute, it is clear that carve-out embraces the authority  
3 to end pick-ups.

4       **II.   READING SUBDIVISION (B) OF SECTION 31631 TO PRESERVE COUNTY AUTHORITY**  
5       **TO CHANGE WHAT MEMBERS PAY INTO THE SYSTEM DOES NOT DEPRIVE**  
6       **SUBDIVISION (A) OF MEANING**

7           Petitioner objects to the State’s reading of subdivision (b) on the ground that it “would  
8 deprive subsection (a) of meaning.” (Memorandum of Points and Authorities in Support of  
9 Verified Petition for Writ of Mandate at p. 9.) According to petitioner, “subsection (b) cannot be  
10 interpreted to allow unilateral imposition of increases absent an approved MOU because this  
11 would render meaningless the subsection (a) clause requiring an MOU.” (*Id.* at p. 10.)

12           This is a gross overstatement. While subdivision (b) excludes attempts to end employer  
13 pick-ups from the scope of the MOU requirement, it does not similarly exclude attempts by  
14 employers to institute *reverse pick-ups*, whereby employees pay not only their required  
15 contributions, but also some of the *employer’s* required contributions. Under subdivision (a), the  
16 State agrees that attempts to require employees to pay *more than* their normal contributions must  
17 have employee agreement in the form of an MOU. Consequently, the MOU requirement of  
18 subdivision (a) is anything but meaningless under the State’s reading of subdivision (b). Indeed,  
19 it operates in precisely the same way as PEPRA’s other MOU requirements, which also apply  
20 only in the event an employer tries to make its employees pay part of the employer’s normal  
21 contributions. (See § 7522.30, subd. (e); § 20516.) Petitioner’s claim that the State’s reading  
22 deprives subdivision (a) of meaning lacks merit.

23       **III.   READING SUBDIVISION (B) TO PRESERVE COUNTY AUTHORITY TO END PICK-UPS**  
24       **ADVANCES PEPRA’S GOAL OF SHIFTING MORE OF THE PENSION FUNDING**  
25       **BURDEN ONTO EMPLOYEES**

26           As demonstrated, the meaning of section 31631, subdivision (b), is not ambiguous.  
27 However, even if it were, under the rules of statutory construction, subdivision (b) must be  
28 construed to preserve county authority to end pick-ups. Only that construction harmonizes  
subdivision (b) with PEPRA’s clear intent. (See *Renee J.*, *supra*, 26 Cal.4th at p. 743 [“When  
used in a statute [words] must be construed in context, keeping in mind the nature and obvious

1 purpose of the statute where they appear”]; *Lungren, supra*, 45 Cal.3d at p. 735 [explaining that  
2 in the case of statutory ambiguity, “[t]he intent prevails over the letter, and the letter will, if  
3 possible, be so read as to conform to the spirit of the act”].)

4 That intent is unambiguously to shift onto employees a greater share of the burden for  
5 funding their own pensions, including, at a minimum, their normal retirement contributions.  
6 PEPRA makes this intent manifest in several ways. One way is by establishing a “50-50”  
7 standard for sharing between employers and employees the “normal cost” of benefits. (§  
8 7522.30, subd. (a); § 20516.5, subd. (a); § 20683.2; § 31631.5, subd. (a).) Another is by  
9 discouraging or limiting employer pick-ups of normal contributions, which are incompatible with  
10 PEPRA’s “equal sharing” policy. (§ 7522.30, subd. (a) [“The standard shall be . . . that  
11 employers not pay any of the required employee contribution”]; § 20516.5, subd. (a) [“It shall be  
12 the standard . . . that employers not pay any of the required employee contribution”]; § 20683.2  
13 [“It shall be the standard . . . that employers not pay any of the required employee contribution”].)

14 A third way PEPRA makes clear its burden-shifting objective is by removing obstacles for  
15 reverse pick-ups. Before PEPRA, as a practical matter it was not possible for employers to  
16 collectively bargain for reverse pick-ups. This was because an act of the Legislature was required  
17 to authorize treating such additional employee contributions as “accumulated contributions” (§  
18 31467) that a member could withdraw if he or she exited the system before retirement.<sup>7</sup> Section  
19 31631 removes this obstacle by both authorizing reverse pick-up agreements and providing that

20 <sup>7</sup> One example of such pre-PEPRA legislative authorization is section 31485.10, as  
21 amended by Statutes 2011, chapter 390, section 1. The striking similarity between the text of  
22 section 31485.10 and that of section 31631 suggests that the purpose of the former may be useful  
23 for understanding the purpose of the latter. (Compare § 31485.10, subd. (c) [“A resolution . . .  
24 may require members to pay all or part of the contributions by a member or employer, or both,  
25 that would have been required . . . . The payment by a member shall become part of the  
26 accumulated contributions of the member. For those members who are represented by a  
27 bargaining unit, the payment requirement shall be approved in a memorandum of understanding  
28 executed by the board of supervisors and the employee representatives”] with § 31631, subd. (a)  
[“[A] board of supervisors . . . may, by resolution, ordinance, contract, or contract amendment  
under his chapter, without a change in benefits, require that members pay all or part of the  
contributions of a member or employer, or both, for any retirement benefits provided under this  
chapter. All of those payments are hereby designated as employee contributions. For members  
who are represented in a bargaining unit, the payment requirement shall be approved in a  
memorandum of understanding executed by the board of supervisors . . . and the employee  
collective bargaining representative”].)

1 contributions paid by a member toward *either* the member’s or employer’s normal contributions  
2 are to be designated as “employee contributions” (§ 31631, subd. (a) [“All of those payments are  
3 hereby designed as employee contributions”].)<sup>8</sup> In doing so, section 31631—like its counterpart,  
4 section 20516, which applies to “classic” employees of agencies contracting with the California  
5 Public Employees’ Retirement System—underscores that PEPRA, *at a minimum*, aims to shift the  
6 pension funding burden onto employees so that employers stop “picking up” employees’ normal  
7 contributions and employees pay them instead.

8 This purpose cannot be squared with petitioners’ theory, under which section 31631’s  
9 MOU requirement applies broadly to *any* changes in member contributions, regardless of whether  
10 the employee is covering part of an employer’s contributions or his own normal contributions.  
11 The effect of reading the MOU requirement so broadly is an implied repeal of section 31581.2,  
12 the withdrawal of flexibility long given to CERL counties to unilaterally end employer pick-ups,  
13 and the creation of a *new* obstacle to having employees pay their normal contributions.

14 Section 31631 cannot fairly be interpreted in a manner so at odds with PEPRA. When the  
15 meaning of statutory language is not clear, a court must “select the construction that comports  
16 most closely with the apparent intent of the Legislature, with a view to promoting rather than  
17 defeating the general purpose of the statute, and avoid an interpretation that would lead to absurd  
18 consequences.” (*Day v. City of Fontana* (2001) 25 Cal.4th 268, 272, quotation marks omitted.)  
19 Here, “the construction that comports most closely” with PEPRA’s purpose is reading subdivision  
20 (b) to narrow the scope of subdivision (a)’s MOU requirement to preserve counties’ preexisting  
21 authority to change the amounts a member is to contribute. This interpretation ensures PEPRA  
22 does not diminish the power of CERL counties to unilaterally make employees pay their own

23  
24 <sup>8</sup> Petitioner trumpets the fact that, under the State’s interpretation, the term “member  
25 contributions”—which has long been used in both PERL and CERL to refer generically to what a  
26 member contributes to his or her pension—has a meaning similar to that of “employee  
27 contributions,” a newly defined term under PEPRA. (Memorandum of Points and Authorities in  
28 Support of Verified Petition for Writ of Mandate at pp. 10–11.) But petitioner has failed to show  
why the plain meaning of “member contributions” should be disregarded. In addition, the  
Legislature’s use of another term with a similar meaning is not a reason to construe the term  
“member contributions” in a way that contradicts both the meaning of that term as used elsewhere  
in CERL and PEPRA and PEPRA’s purpose.

1 normal contributions. Moreover, it harmonizes the scope of PEPRA’s various MOU  
2 requirements so that all apply only to efforts to make employees pay part of an employer’s  
3 normal contributions. (See § 7522.30, subd. (e); § 20516.)

4 In contrast, petitioner’s interpretation is contrary to this legislative intent and leads to an  
5 outcome strikingly at odds with the objectives of PEPRA. Under its interpretation, subdivision  
6 (b) has no purpose other than to preserve a CERL county’s ministerial authority to establish a  
7 member’s normal contributions. According to petitioner, this in turn means that section 31631 as  
8 a whole was intended to impliedly repeal section 31581.2 and—contrary to the unambiguous goal  
9 of the Legislature in enacting PEPRA—make it *harder* for counties to require employees to pay  
10 their normal contributions. Such an interpretation fails to “construe the words in question in  
11 context, keeping in mind the nature and obvious purpose of the statute.” (*People v. Murphy*  
12 (2001) 25 Cal.4th 136, 142, quotation marks omitted.)

13 **IV. THE COURT SHOULD AVOID ADOPTING AN INTERPRETATION THAT COULD**  
14 **RENDER THE STATUTE UNCONSTITUTIONAL**

15 The doctrine of construing a statute to avoid constitutional conflicts is “well settled.”  
16 (*Metromedia, Inc. v. City of San Diego* (1982) 32 Cal.3d 180, 186.) According to the California  
17 Supreme Court, “if feasible within bounds set by their words and purposes, statutes should be  
18 construed to preserve their constitutionality.” (*Ibid.*) Consequently, “[i]f the terms of a statute  
19 are by fair and reasonable interpretation capable of a meaning consistent with the requirements of  
20 the Constitution, the statute will be given that meaning, rather than another in conflict with the  
21 Constitution.” (*Ibid.*)

22 Accordingly, this Court should also consider the possible constitutional conflict identified  
23 by respondents and amicus curiae California State Association of Counties and California Special  
24 Districts Association. They argue that if, as petitioner argues, section 31631 deprives CERL  
25 counties of authority to eliminate employer pick-ups absent employee agreement, section 31631  
26 would violate the State’s Home Rule Doctrine,” as established by sections 1(b) and 11(a) of  
27  
28

1 article XI of the California Constitution.<sup>9</sup> That doctrine ensures that charter counties have “the  
2 sole authority to determine compensation for [their] employees and [that] this authority cannot be  
3 delegated to a private body.” (Respondents’ Memorandum of Points and Authorities in Support  
4 of Opposition to Petition for Writ of Mandate at p. 13.) That potential constitutional conflict is  
5 avoided by adopting an interpretation of the statute that preserves preexisting county authority to  
6 end employer pick-ups.

### 7 CONCLUSION

8 For all of these reasons, the State urges this Court to reject petitioner’s interpretation of  
9 section 31631 in favor of reading subdivision (b) to preserve existing county authority to modify  
10 employer pick-ups.

11 Dated: March 21, 2014

Respectfully Submitted,

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26 <sup>9</sup> Significantly, this potential constitutional conflict is triggered only if PEPRA is read not  
27 to preserve a CERL county’s authority to unilaterally end *employer* pick-ups. Neither  
28 respondents nor amicus curiae argue a Home Rule issue is presented in the event the Court rules  
against the County only on the *reverse* pick-ups question.

**DECLARATION OF SERVICE BY U.S. MAIL**

Case Name: **Orange County Attorneys Association v. County of Orange, et al.**

No.: **30-2013-00638110-CU-WM-CJC**

I declare:

I am employed in the Office of the Attorney General, which is the office of a member of the California State Bar, at which member's direction this service is made. I am 18 years of age or older and not a party to this matter. I am familiar with the business practice at the Office of the Attorney General for collection and processing of correspondence for mailing with the United States Postal Service. In accordance with that practice, correspondence placed in the internal mail collection system at the Office of the Attorney General is deposited with the United States Postal Service with postage thereon fully prepaid that same day in the ordinary course of business.

On March 21, 2014, I served the attached **AMICUS CURIAE BRIEF BY THE STATE OF CALIFORNIA** by placing a true copy thereof enclosed in a sealed envelope in the internal mail collection system at the Office of the Attorney General at 455 Golden Gate Avenue, Suite 11000, San Francisco, CA 94102-7004, addressed as follows:

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I declare under penalty of perjury under the laws of the State of California the foregoing is true and correct and that this declaration was executed on March 21, 2014, at San Francisco, California.

M. T. Otnes  
\_\_\_\_\_  
Declarant

  
\_\_\_\_\_  
Signature