AMENDED IN ASSEMBLY AUGUST 12, 1997 AMENDED IN ASSEMBLY JULY 9, 1997

SENATE BILL

No. 1145

Introduced by Senator Burton

February 28, 1997

An act to amend Sections 6140 and 6140.4 of 6086.65, 6140, 6140.3, and 6140.4 of, and to add and repeal Section 6140.17 of, the Business and Professions Code, relating to the State Bar of California.

LEGISLATIVE COUNSEL'S DIGEST

- SB 1145, as amended, Burton. State Bar of California: membership fees.
- (1) Existing law provides that any decision or order reviewable by the Review Department of the State Bar Court and issued by a judge of the State Bar Court may be reviewed only upon timely request of a party to the proceeding and not on the Review Department's own motion. Existing law also authorizes the board to provide by rule that other decisions or orders reviewable by the Review Department may be reviewed only upon timely request of a party to the proceeding and not on the Review Department's own motion.

This bill would repeal this authorization and would provide that the party requesting review shall have the burden of showing certain information.

(2) Existing law establishes annual membership fees for members of the State Bar of California for the years 1996 and 1997, but does not establish membership fees for later years.

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This bill would establish annual membership fees for the year years 1998 and 1999 at levels that are \$20 less than the fee levels established for the years 1996 and 1997 and would extend the repealer in the provision to January 1, 1999 2000.

(3) Existing law authorizes the Board of Governors of the State Bar to increase the annual membership fees by an additional amount not exceeding \$10 to be used only for the costs of financing, constructing, purchasing, or leasing facilities to house State Bar staff and for any major capital improvement projects related to facilities owned by the bar.

This bill would require the board to rebate to all active members additional revenue, as specified, received from the sale of a state bar facility that is in excess of the amount projected from that sale as contained in certain budget documents for the 1998 and 1999 fiscal years. It would also require the board to submit a report to the Chairpersons of the Assembly Committee on Judiciary and Senate Committee on Judiciary, respectively, by November 15, 1998, in response to the recommendations contained in the audit of the State Bar conducted by the State Auditor, and would require the report to outline steps taken by the State Bar to implement the recommendations, or where recommendations were implemented, the reasons reason why these recommendations were not implemented.

(2)

(4) Existing law, until January 1, 1998, requires the Board of Governors of the State Bar board to increase the annual membership fees by an additional fee of \$110 to be used exclusively for discipline augmentation.

This bill would continue that requirement for the year years 1998 and 1999 and would also extend the repealer in the provision to January 1, 1999 2000.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 6086.65 of the Business and
- 2 Professions Code is amended to read:

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6086.65. (a) There is a Review Department of the 1 State Bar Court, which consists of the Presiding Judge of the State Bar Court, one Lay Judge, and one Review judges Department Judge. The of the Review 5 Department shall be nominated, appointed, and subject to discipline as provided by subdivision (a) of Section 6079.1, shall be qualified as provided by subdivision (b) of Section 6079.1, and shall be compensated as provided for the Presiding Judge by subdivision (d) of Section 6079.1. However, the Lay Judge, who shall be a person who has 10 never been a member of the State Bar or admitted to practice law before any court in the United States, and 12 13 the Review Department Judge may be appointed to, and paid as, positions occupying one-half the time and pay of the Presiding Judge. Candidates shall be rated and 15 screened by the board as provided in subdivision (c) of 16 17 Section 6079.1. 18

(b) The board may fix a date no later than September 1, 1989, on which all proceedings pending before the 20 Review Department shall be decided by judges of the Review Department appointed under this section. The Review Department in existence on June 30, 1989, may continue on and after July 1, 1989, to exercise the duties and powers under prior Section 6086.6 as to any matter assigned to it prior to the date set by the board pursuant to this section.

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- (c) The Presiding Judge of the State Bar Court shall appoint an Executive Committee of the State Bar Court of no fewer than seven persons, including one person who has never been a member of the State Bar or admitted to practice law before any court in the United States. The Executive Committee may adopt rules of practice for the operation of the State Bar Court as provided in Section 6086.5.
- (d) Any decision or order reviewable by the Review 36 Department and issued by a judge of the State Bar Court appointed pursuant to Section 6079.1 may be reviewed only upon timely request of a party to the proceeding and not on the Review Department's own motion. The board may provide by rule that other decisions or orders

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reviewable by the Review Department may be reviewed only upon timely request of a party to the proceeding and not on the Review Department's own motion. The party requesting review shall have the burden of showing one 5 of the following:

- (1) The Hearing Department did not proceed in the manner required by law.
- (2) The findings of the Hearing Department are not supported by substantial evidence.
- (3) The decision or recommendation of the Hearing Department is clearly erroneous or unlawful.
- 12 SEC. 2. Section 6140 of the Business and Professions 13 Code is amended to read:
- 6140. (a) The board shall fix the annual membership 15 fee for 1998 *and 1999* as follows:
 - (1) For active members who have been admitted to the practice of law in this state for three years or longer preceding the first day of February of the year for which the fee is payable, at the sum of two hundred seventy-one dollars (\$271).
- (2) For active members who have been admitted to 22 the practice of law in this state for less than three years but more than one year preceding the first day of 24 February of the year for which the fee is payable, at the sum of two hundred three dollars (\$203).
- (3) For active members who have been admitted to the practice of law in this state during, or for less than one year preceding the first day of February of, the year for which the fee is payable, at a sum not exceeding one 30 hundred seventy-two dollars (\$172).
- (b) The annual membership fee for active members is payable on or before the first day of February of each year. If the board finds it appropriate and feasible, it may 34 provide by rule for payment of fees on an installment 35 basis with interest, by credit card, or other means, and may charge members choosing any alternative method of payment an additional fee to defray costs incurred by that election.
- 39 This section shall remain in effect only until January 1, 1999 2000, and as of that date is repealed, unless a later

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enacted statute, that is chaptered before January 1, 1999 2000, deletes or extends that date.

SEC. 2.

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- SEC. 3. Section 6140.17 is added to the Business and 4 Professions Code, to read:
- 5 6140.17. (a) The board shall submit a report to the 6 Chairpersons of the Assembly Committee on Judiciary and the Senate Committee on Judiciary, respectively, by 9 November 15, 1998, in response to the recommendations 10 contained in the audit of the State Bar conducted by the State Auditor, including the recommendation that the 12 State Bar charge all costs for section programs to those 13 who participate in these programs. This report shall 14 outline steps taken by the State Bar to implement the 15 recommendations, or where recommendations were not 16 *implemented*, the reasons reason or why these
- 17 recommendations were not implemented. (b) This section shall remain in effect only until 19 January 1, 1999, and as of that date is repealed, unless a 20 later enacted statute, that is enacted before January 1, 1999. deletes or extends that date. 21
- SEC. 4. Section 6140.3 of the Business and Professions 23 Code is amended to read:
- may increase the 6140.3. (a) The board annual 25 membership fee fixed by Section 6140 and the annual membership fee specified in Section 6141 by an additional amount not exceeding ten dollars (\$10). This additional amount may be used only for (1) the costs of financing, constructing, purchasing, or leasing facilities to house State Bar staff and (2) any major capital improvement projects related to facilities owned by the bar.
- (b) At least 30 days prior to entering into any 33 agreement for the construction, purchase, or lease of a 34 facility in San Francisco, the State Bar shall submit its preliminary plan and cost estimate for the facility to the 36 Judiciary Committees of the Legislature for review. The include submitted shall documents an 38 demonstrating that the costs of financing, constructing, purchasing, or leasing the facility can be supported by the 40 revenues authorized by this section.

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(c) The board shall rebate to all active members 2 additional revenue received from the sale of a facility 3 located at 555 Franklin Street in San Francisco that is in 4 excess of the amount projected from that sale as 5 contained in the budget documents required by Section 6 6140.1 for the 1998 and 1999 fiscal years. This amount shall 7 be rebated in equal amounts in 1998 and 1999. In no event 8 shall this amount be less than ten dollars (\$10) per active 9 member per year.

- SEC. 5. Section 6140.4 of the Business and Professions 10 11 Code is amended to read:
- 6140.4. (a) For 1998 and 1999, the board shall 13 increase the annual membership fee fixed by it pursuant 14 to Section 6140 by an additional fee of one hundred ten dollars (\$110) to be used exclusively for discipline 16 augmentation.
- (b) This augmentation shall be in addition to existing 17 18 levels of expenditure for discipline as established during 19 1987 for 1988.
- 20 (c) This section shall remain in effect until January 1, 21 1999 2000, and as of that date is repealed, unless a later 22 enacted statute, that is chaptered before January 1, 1999 23 2000, deletes or extends that date.