

PROPOSED ADDITIONS AND AMENDMENTS TO THE STATE BAR RULES

Title 2, Division 3

(for public comment, May 9, 2013)

[Inserted Text Begin]**[New] Rule 2.36 Suspension for failure to pay state taxes**[Inserted Text End]

[Inserted Text Begin](A) A member identified under the terms of Business and Professions Code section 494.5 as delinquent in the payment of state taxes will be suspended from the practice of law by the Supreme Court.[Inserted Text End]^[Inserted Text Begin]¹[Inserted Text Begin][Inserted Text End]

[Inserted Text Begin](B) The State Bar will send a written notice of suspension for failure to pay state taxes to the member's address of record. The suspension will be effective on the date ordered by the Supreme Court.[Inserted Text End]

[Inserted Text Begin](C) The State Bar will ask the Supreme Court to reinstate a member if it receives statutory notice[Inserted Text End]^[Inserted Text Begin]²[Inserted Text Begin]releasing the member, if the member submits a declaration under penalty of perjury stating whether the member practiced law during the suspension and if the member has paid any fee authorized by statute.[Inserted Text End]^[Inserted Text Begin]³[Inserted Text Begin][Inserted Text End]

[Inserted Text Begin](D) If a reinstated member subsequently fails to comply with an installment payment agreement that the member entered into with the State Franchise Tax Board or the State Board of Equalization,[Inserted Text End]^[Inserted Text Begin]⁴[Inserted Text Begin]the State Bar will request that the Supreme Court suspend the member within thirty days and will send written notice of its request to the member's address of record.[Inserted Text End]

[Inserted Text Begin](E) Annual membership fees accrue according to the member's status prior to suspension.[Inserted Text End]

¹ California Rules of Court, [proposed] Rule 9.24.[Inserted Text End]

² Business and Professions Code section 494.5.[Inserted Text End]

³ California Rules of Court, [proposed] Rule 9.24; Business and Professions Code section 494.5(I).[Inserted Text End]

⁴ Business and Professions Code section 494.5(j).[Inserted Text End]

- (B) A member who is eligible to tender his or her voluntary resignation pursuant to subsection (A) of this rule must complete and execute, under penalty of perjury, the voluntary resignation form approved by the Board of Trustees and submit the original of the form to the State Bar's Office of Member Services.
- (C) Upon tendering his or her voluntary resignation and until the California Supreme Court accepts or rejects the resignation, the member is immediately enrolled as an inactive member of the State Bar of California and is ineligible to practice law or claim in any way to be entitled to practice law.
- (D) A member's voluntary resignation is effective only when it is accepted by the California Supreme Court.
- (E) A false statement made by a member in tendering his or her voluntary resignation under this rule
 - (1) may result in an order of the Supreme Court denying or vacating the member's resignation;
 - (2) constitutes cause for disbarment or suspension; and
 - (3) may be punished as contempt or as a crime.