

ADMINISTRATIVE OFFICE OF THE COURTS

OFFICE OF GOVERNMENTAL AFFAIRS

770 L Street, Suite 700 • Sacramento, California 95814-3393 Telephone 916-323-3121 • Fax 916-323-4347 • TDD 415-865-4272

RONALD M. GEORGE Chief Justice of California Chair of the Judicial Council WILLIAM C. VICKREY
Administrative Director of the Courts

RONALD G. OVERHOLT Chief Deputy Director

CURTIS L. CHILD Director, Office of Governmental Affairs

March 20, 2008

Hon. Mark Ridley-Thomas, Chair Business, Professions and Economic Development Committee State Capitol, Room 4061 Sacramento, California 95814

Subject: SB 1432 (Margett), as introduced - Support

Hearing: Business, Professions and Economic Development Committee – March 24, 2008

Dear Senator Ridley-Thomas:

The Judicial Council supports SB 1432, which, among other things, increases the jurisdiction of the small claims court from \$4,000 to \$7,500 for any action brought by a natural person against a defendant guarantor that charges a fee for its guarantor or surety services.

The Judicial Council supports SB 1432 because the bill is consistent with the recent legislation that raised the jurisdiction of small claims court actions brought by natural persons from \$5,000 to \$7,500. SB 1432 is also a logical extension of the legislation enacted two years ago (AB 2455) that increased to \$7,500 the amount that consumers can obtain from a cash deposit demand against the Registrar through the small claims court process. The council believes that, ideally, the statute should be amended further to remove the remaining \$2,500 and \$4,000 caps, and that actions against all defendant guarantors should be allowed in small claims court up to the jurisdictional limits that apply in other cases. However, the Judicial Council also believes that the more limited change being proposed in SB 1432 is another important step in the right direction, which should at least minimize confusion in this area and make it easier for small claims litigants, small claims advisors, and the courts.

Hon. Mark Ridley-Thomas, Chair March 20, 2008 Page 2

For these reasons, the Judicial Council supports SB 1432.

Sincerely,

Daniel Pone Senior Attorney

DP/op

cc:

Members, Senate Business, Professions and Economic Development Committee

Hon. Bob Margett, Member of the Senate

Mr. G.V. Ayers, Consultant, Senate Business, Professions and Economic Development

Committee

Mr. Michael Brown, Contractors State License Board

Mr. Chris Ryan, Deputy Legislative Affairs Secretary, Office of the Governor



ADMINISTRATIVE OFFICE OF THE COURTS

OFFICE OF GOVERNMENTAL AFFAIRS

770 L Street, Suite 700 • Sacramento, California 95814-3393 Telephone 916-323-3121 • Fax 916-323-4347 • TDD 415-865-4272

RONALD M. GEORGE Chief Justice of California Chair of the Judicial Council WILLIAM C. VICKREY

Administrative Director of the Courts

RONALD G. OVERHOLT Chief Deputy Director

CURTIS L. CHILD Director, Office of Governmental Affairs

April 2, 2008

Hon. Mark Ridley-Thomas, Chair Business, Professions and Economic Development Committee State Capitol, Room 4061 Sacramento, California 95814

Subject:

SB 1432 (Margett), as introduced - Support

Hearing:

Business, Professions and Economic Development Committee – April 14, 2008

Dear Senator Ridley-Thomas:

The Judicial Council supports SB 1432, which, among other things, increases the jurisdiction of the small claims court from \$4,000 to \$7,500 for any action brought by a natural person against a defendant guarantor that charges a fee for its guarantor or surety services. The council takes no position on the remaining provisions in the bill.

The Judicial Council supports SB 1432 because the bill is consistent with the recent legislation that raised the jurisdiction of small claims court actions brought by natural persons from \$5,000 to \$7,500. SB 1432 is also a logical extension of the legislation enacted two years ago (AB 2455) that increased to \$7,500 the amount that consumers can obtain from a cash deposit demand against the Registrar through the small claims court process. The council believes that, ideally, the statute should be amended further to remove the remaining \$2,500 and \$4,000 caps, and that actions against all defendant guarantors should be allowed in small claims court up to the jurisdictional limits that apply in other cases. However, the Judicial Council also believes that the more limited change being proposed in SB 1432 is another important step in the right direction,

Hon. Mark Ridley-Thomas, Chair April 2, 2008 Page 2

which should at least minimize confusion in this area and make it easier for small claims litigants, small claims advisors, and the courts.

For these reasons, the Judicial Council supports SB 1432.

Sincerely,

Daniel Pone Senior Attorney

DP/op

cc:

Members, Senate Business, Professions and Economic Development Committee

Hon. Bob Margett, Member of the Senate

Mr. G.V. Ayers, Consultant, Senate Business, Professions and Economic Development Committee

Mr. Michael Brown, Chief of Legislative Affairs, Contractors State License Board

Mr. Chris Ryan, Deputy Legislative Affairs Secretary, Office of the Governor



ADMINISTRATIVE OFFICE OF THE COURTS

OFFICE OF GOVERNMENTAL AFFAIRS

770 L Street, Suite 700 • Sacramento, California 95814-3393 Telephone 916-323-3121 • Fax 916-323-4347 • TDD 415-865-4272

RONALD M. GEORGE Chief Justice of California Chair of the Judicial Council

WILLIAM C. VICKREY Administrative Director of the Courts

RONALD G. OVERHOLT Chief Deputy Director

CURTIS L. CHILD Director, Office of Governmental Affairs

April 11, 2008

Hon. Ellen Corbett, Chair Senate Judiciary Committee State Capitol, Room 3092 Sacramento, California 95814

Subject:

SB 1432 (Margett), as introduced - Support

Hearing: Senate Judiciary Committee - April 29, 2008

Dear Senator Corbett:

The Judicial Council supports SB 1432, which, among other things, increases the jurisdiction of the small claims court from \$4,000 to \$7,500 for any action brought by a natural person against a defendant guarantor that charges a fee for its guarantor or surety services. The council takes no position on the remaining provisions in the bill.

The Judicial Council supports SB 1432 because the bill is consistent with the recent legislation that raised the jurisdiction of small claims court actions brought by natural persons from \$5,000 to \$7,500. SB 1432 is also a logical extension of the legislation enacted two years ago (AB 2455) that increased to \$7,500 the amount that consumers can obtain from a cash deposit demand against the Registrar through the small claims court process. The council believes that, ideally, the statute should be amended further to remove the remaining \$2,500 and \$4,000 caps, and that actions against all defendant guarantors should be allowed in small claims court up to the jurisdictional limits that apply in other cases. However, the Judicial Council also believes that the more limited change being proposed in SB 1432 is another important step in the right direction,

Hon. Ellen Corbett, Chair April 11, 2008 Page 2

which should at least minimize confusion in this area and make it easier for small claims litigants, small claims advisors, and the courts.

For these reasons, the Judicial Council supports SB 1432.

Sincerely,

Daniel Pone

Senior Attorney

DP/op

cc:

Members, Senate Judiciary Committee

Hon. Bob Margett, Member of the Senate

Mr. Gene Wong, Chief Counsel, Senate Judiciary Committee

Mr. Michael Brown, Chief of Legislative Affairs, Contractors State License Board

Mr. Mike Peterson, Consultant, Senate Republican Office of Policy

Mr. Chris Ryan, Deputy Legislative Affairs Secretary, Office of the Governor



ADMINISTRATIVE OFFICE OF THE COURTS

OFFICE OF GOVERNMENTAL AFFAIRS

770 L Street, Suite 700 • Sacramento, California 95814-3393 Telephone 916-323-3121 • Fax 916-323-4347 • TDD 415-865-4272

RONALD M. GEORGE Chief Justice of California Chair of the Judicial Council

WILLIAM C. VICKREY
Administrative Director of the Courts

RONALD G. OVERHOLT Chief Deputy Director

CURTIS L. CHILD Director, Office of Governmental Affairs

May 29, 2008

Hon. Mike Eng, Chair Assembly Business and Professions Committee State Capitol, Room 6025 Sacramento, California 95814

Subject: SB 1432 (Margett), as amended May 6, 2008 - Support

Hearing: Assembly Business and Professions Committee - June 17, 2008

Dear Assembly Member Eng:

The Judicial Council supports SB 1432, which among other things, increases the jurisdiction of the small claims court from \$4,000 to \$6,500 for any action brought by a natural person against a defendant guarantor that charges a fee for its guarantor or surety services. The council takes no position on the remaining provisions in the bill.

Recent legislation raised the jurisdiction of small claims court actions brought by natural persons from \$5,000 to \$7,500. (AB 1459, Stats. 2005, ch. 618; SB 422, Stats. 2005, ch. 600) Following this change, legislation was enacted in 2006 that increased to \$7,500 the amount that consumers can obtain from a cash deposit demand against the Registrar of the Contractors' State License Board through the small claims court process. (AB 2455, Stats. 2006, ch. 150; see Code of Civil Procedure (CCP) sec. 116.220(c)(1).) However, AB 2455 did not change the existing \$2,500 cap on any action brought under the Small Claims Act against a defendant guarantor that does not charge a fee for its guarantor or surety services. (See CCP sec. 116.220(c)(2).) The act also still contains a \$4,000 cap on actions brought by an entity other than a natural person against a

Hon. Mike Eng, Chair May 29, 2008 Page 2

defendant guarantor that charges a fee for its guarantor or surety services or against the Registrar as the guarantor. (See CCP sec. 116.220(c)(3).)

The Judicial Council believes that, ideally, the statute should be amended further to remove the \$2,500 and \$4,000 caps, and that all actions against defendant guarantors should be allowed in small claims court up to the jurisdictional limits that apply in other cases. However, the Judicial Council also believes that the more limited change being proposed in SB 1432 is another important step in the right direction, which should help improve access to the courts.

For this reason, the Judicial Council supports SB 1432.

Sincerely,

Daniel Pone Senior Attorney

DP/op

cc:

Members, Assembly Business and Professions Committee

Hon. Bob Margett, Member of the Senate

Ms. Josefina Ramirez, Consultant, Assembly Business and Professions Committee

Mr. Michael Brown, Chief of Legislative Affairs, Contractors State License Board

Mr. Ted Blanchard, Consultant, Assembly Republican Caucus Office of Policy

Mr. Chris Ryan, Deputy Legislative Affairs Secretary, Office of the Governor



ADMINISTRATIVE OFFICE OF THE COURTS

OFFICE OF GOVERNMENTAL AFFAIRS

770 L Street, Suite 700 • Sacramento, California 95814-3393 Telephone 916-323-3121 • Fax 916-323-4347 • TDD 415-865-4272

RONALD M. GEORGE Chief Justice of California Chair of the Judicial Council

WILLIAM C. VICKREY Administrative Director of the Courts

RONALD G. OVERHOLT Chief Deputy Director

CURTIS L. CHILD Director, Office of Governmental Affairs

June 18, 2008

Hon. Dave Jones, Chair Assembly Judiciary Committee State Capitol, Room 3146 Sacramento, California 95814

Subject:

SB 1432 (Margett), as amended May 6, 2008 - Support

Hearing: Assembly Judiciary Committee – June 24, 2008

Dear Assembly Member Jones:

The Judicial Council supports SB 1432, which among other things, increases the jurisdiction of the small claims court from \$4,000 to \$6,500 for any action brought by a natural person against a defendant guarantor that charges a fee for its guarantor or surety services. The council takes no position on the remaining provisions in the bill.

Recent legislation raised the jurisdiction of small claims court actions brought by natural persons from \$5,000 to \$7,500. (AB 1459, Stats. 2005, ch. 618; SB 422, Stats. 2005, ch. 600) Following this change, legislation was enacted in 2006 that increased to \$7,500 the amount that consumers can obtain from a cash deposit demand against the Registrar of the Contractors' State License Board through the small claims court process. (AB 2455, Stats. 2006, ch. 150; see Code of Civil Procedure (CCP) sec. 116.220(c)(1).) However, AB 2455 did not change the existing \$2,500 cap on any action brought under the Small Claims Act against a defendant guarantor that does not charge a fee for its guarantor or surety services. (See CCP sec. 116.220(c)(2).) The act also still contains a \$4,000 cap on actions brought by an entity other than a natural person against a

Hon. Dave Jones, Chair June 18, 2008 Page 2

defendant guarantor that charges a fee for its guarantor or surety services or against the Registrar as the guarantor. (See CCP sec. 116.220(c)(3).)

The Judicial Council believes that, ideally, the statute should be amended further to remove the \$2,500 and \$4,000 caps, and that all actions against defendant guarantors should be allowed in small claims court up to the jurisdictional limits that apply in other cases. However, the Judicial Council also believes that the more limited change being proposed in SB 1432 is another important step in the right direction, which should help improve access to the courts.

For this reason, the Judicial Council supports SB 1432.

Sincerely,

Daniel Pone Senior Attorney

DP/op

cc:

Members, Assembly Judiciary Committee

Hon. Bob Margett, Member of the Senate

Mr. Drew Liebert, Chief Counsel, Assembly Judiciary Committee

Mr. Mark Redmond, Senior Consultant, Assembly Republican Caucus Office of Policy

Mr. Michael Brown, Chief of Legislative Affairs, Contractors State License Board

Mr. Chris Ryan, Deputy Legislative Affairs Secretary, Office of the Governor



ADMINISTRATIVE OFFICE OF THE COURTS

OFFICE OF GOVERNMENTAL AFFAIRS

770 "L" Street, Suite 700 • Sacramento, California 95814-3393 Telephone 916-323-3121 • Fax 916-323-4347 • TDD 800-735-2929

RONALD M. GEORGE Chief Justice of California Chair of the Judicial Council WILLIAM C. VICKREY Administrative Director of the Courts

RONALD G. OVERHOLT Chief Deputy Director

CURTIS L. CHILD Director, Office of Governmental Affairs

July 1, 2008

Hon. Arnold Schwarzenegger Governor of California State Capitol, First Floor Sacramento, California 95814

Subject: SB 1432 (Margett) – Request for Signature

Dear Governor Schwarzenegger:

The Judicial Council supports SB 1432, which among other things, increases the jurisdiction of the small claims court from \$4,000 to \$6,500 for any action brought by a natural person against a defendant guarantor that charges a fee for its guarantor or surety services. The council takes no position on the remaining provisions in the bill.

Recent legislation raised the jurisdiction of small claims court actions brought by natural persons from \$5,000 to \$7,500. (AB 1459, Stats. 2005, ch. 618; SB 422, Stats. 2005, ch. 600) Following this change, legislation was enacted in 2006 that increased to \$7,500 the amount that consumers can obtain from a cash deposit demand against the Registrar of the Contractors' State License Board through the small claims court process. (AB 2455, Stats. 2006, ch. 150) The Judicial Council believes that SB 1432 is another important step in the right direction, which should help improve access to the courts and assist the parties through the much simpler and less expensive small claims court process.

For these reasons, the Judicial Council requests your signature on SB 1432.

Sincerely,

Daniel A. Pone Senior Attorney

DP/ljb

cc: Hon. Bob Margett, Member of the Senate

Mr. Michael Brown, Chief of Legislative Affairs, Contractors State License Board

Mr. Chris Ryan, Deputy Legislative Affairs Secretary, Office of the Governor