



THE STATE BAR OF CALIFORNIA

FINANCE

180 HOWARD STREET, SAN FRANCISCO, CALIFORNIA 94105-1639

TEL (415) 538-2200

MEMORANDUM

DATE: April 18, 2007
TO: Board of Governors
FROM: Peggy Van Horn, Chief Financial Officer
SUBJECT: 1st Quarter 2007 Financial Statements – Financial Highlights

Attached for your review are the 2007 first quarter financial statements for the State Bar of California. The financial Highlights are as follows:

- Attachment 1 – Assets, Liabilities & Net Assets – All Funds
- Attachment 2 – Assets, Liabilities & Net Assets – General Fund
- Attachment 3 – Assets, Liabilities & Net Assets – Restricted Funds
- Attachment 4 – Revenue, Expenses and Changes in Net Assets – All Funds
- Attachment 5 – Revenue, Expenses and Changes in Net Assets – General Fund
- Attachment 6 – Revenue, Expenses and Changes in Net Assets – Restricted Funds
- Attachment 7 – Budget to Actual Comparison – General Fund
- Attachment 8 – Budget to Actual Comparison – General Fund Expenses by Function

Statement of Assets, Liabilities & Net Assets:

For the quarter ended March 31, 2007, the Bar's total assets are \$166.4 million, liabilities are \$64.9 million and net assets are \$101.4 million. The General Fund, the Bar's largest operating fund, has assets of \$63.8 million, liabilities of \$55.0 million and net assets of \$8.8 million. Individual statements for the General Fund and the restricted funds are included for your reference.

Statement of Revenue, Expenses and Changes in Net Assets

This statement serves as the Bar's income statement, reflecting total revenues, expenses, excess (deficiency) of revenue over expenses and changes in net assets. For the quarter ended March

31, 2007, the Bar's total revenues (operating and non-operating) are \$52.5 million, expenses are \$26.0 million, and revenues exceed expenditures by \$26.5 million.

The General Fund's total operating and non-operating revenues through the end of the first quarter are \$16.2 million versus \$14.5 million for the first quarter of 2006. The \$1.7 million revenue increase is due to membership fee increases in 2007 resulting in additional fee revenue of \$2.0 million, and an increase in investment income of \$0.2 million. Other miscellaneous revenue decreased by \$0.5 million from the prior year due to the receipt of an insurance settlement in 2006.

Budget to Actual Comparison -- General Fund

A budget to actual comparison report for the General Fund is prepared each quarter to provide the Board with information about how the actual performance of the General Fund's revenues and expenses compares with anticipated (budgeted) results. The report includes a quarterly budget comparison as well as year to date and prior year comparison.

Year to date, the General Fund's total revenues reflect a positive variance of \$1.5 million, which represents 1.0% of the year-to-date budget. The variance is due to a \$1.3 million increase in membership fees, and a \$0.2 million increase in investment income.

Total General Fund expenses through the first quarter show a positive variance of \$1.1 million, reflecting payroll saving of \$0.7 million. The payroll saving account is a budgeting mechanism used to reflect the anticipated salary savings from vacancies in aggregate for all programs. The salary saving is reflected as a negative number in the budget, and is used to reduce budgeted bottom line expenses to a more realistic level. As such, the positive variance of \$1.1 million is mostly attributable to budgeted salary savings from all programs.

The General Fund Budget to Actual Comparison Expenses by Function report reflects the expense variance by functional area, and variances at the total program level are insignificant.

The State Bar of California
Statement of Assets, Liabilities and Net Assets - All Funds
As of March 31, 2007

Attachment 1

	General Fund	Restricted Funds	Fixed Asset Fund	YTD Total All Funds March-07	YTD Total All Funds March-06	Change
ASSETS						
Cash	24,371,906	50	-	24,371,956	9,181,820	15,190,136
Accounts Receivable (net of allowances)	4,421,144	4,033,195	-	8,454,339	5,702,360	2,751,979
Interfund Receivable/Payable	(60,904,619)	60,931,573	(26,954)	-	-	-
Capital Assets (net of depreciation)	38,807	15,890,957	21,497,003	37,426,767	36,440,211	986,556
Investments	95,045,665	-	-	95,045,665	97,340,201	(2,294,536)
Other Assets	844,340	222,213	-	1,066,553	789,899	276,654
TOTAL ASSETS	63,817,243	81,077,988	21,470,049	166,365,280	149,454,491	16,910,789
LIABILITIES AND NET ASSETS						
Accounts Payable and Accrued Liabilities	3,655,115	5,698,867	-	9,353,982	10,257,975	(903,993)
Unearned Fees Collected in Advance	43,599,425	32,798	-	43,632,223	40,893,053	2,739,170
Grants Payable	-	3,300,920	-	3,300,920	48,823	3,252,097
Accrued Postretirement Benefits	7,716,011	-	-	7,716,011	5,946,057	1,769,954
Obligations under Debt Agreements	42,233	920,833	-	963,066	2,335,842	(1,372,776)
TOTAL LIABILITIES	55,012,784	9,953,418	-	64,966,202	59,481,750	5,484,452
NET ASSETS						
Net Assets at Beginning of Year	6,563,422	46,816,860	21,472,602	74,852,884	63,917,514	10,935,370
Current Operating Excess (Deficit)	2,241,037	24,617,243	(312,086)	26,546,194	26,055,227	490,967
Transfer of Fixed Assets to Fixed Assets Fund	-	(309,533)	309,533	-	-	-
Other Transfers Between Funds	-	-	-	-	-	-
TOTAL NET ASSETS	8,804,459	71,124,570	21,470,049	101,399,078	89,972,741	11,426,337
TOTAL LIABILITIES & NET ASSETS	63,817,243	81,077,988	21,470,049	166,365,280	149,454,491	16,910,789

The State Bar of California
Statement of Assets, Liabilities and Net Assets
General Fund As of March 31, 2007

Attachment 2

	<u>Year to Date Total March-07</u>	<u>Year to Date Total March-06</u>	<u>Change</u>
ASSETS			
Cash	24,371,906	9,181,770	15,190,136
Accounts Receivable (net of allowances)	4,421,144	3,702,005	719,139
Interfund Receivable/Payable	(60,904,619)	(56,332,494)	(4,572,125)
Capital Assets (net of depreciation)	38,807	84,979	(46,172)
Investments	95,045,665	97,340,201	(2,294,536)
Other Assets	844,340	662,874	181,466
TOTAL ASSETS	<u>63,817,243</u>	<u>54,639,335</u>	<u>9,177,908</u>
LIABILITIES AND NET ASSETS			
Accounts Payable and Accrued Liabilities	3,655,115	3,682,825	(27,710)
Unearned Fees Collected in Advance	43,599,425	40,893,053	2,706,372
Accrued Postretirement Benefits	7,716,011	5,946,057	1,769,954
Obligations under Debt Agreements	42,233	78,214	(35,981)
TOTAL LIABILITIES	<u>55,012,784</u>	<u>50,600,149</u>	<u>4,412,635</u>
NET ASSETS			
Net Assets at Beginning of Year	6,563,422	2,777,318	3,786,104
Current Operating Excess (Deficit)	2,241,037	1,261,868	979,169
Transfer of Fixed Assets to Fixed Assets Fund	-	-	-
Other Transfers Between Funds	-	-	-
TOTAL NET ASSETS	<u>8,804,459</u>	<u>4,039,186</u>	<u>4,765,273</u>
TOTAL LIABILITIES & NET ASSETS	<u>63,817,243</u>	<u>54,639,335</u>	<u>9,177,908</u>

The State Bar of California
Statement of Assets, Liabilities and Net Assets - Restricted Funds
As of March 31, 2007

	Admissions	Annual Meeting	Building	Certification Activity	Client Security	Discipline	Education Foundation	Elimination of Bias	Equal Access	Totals A-E
ASSETS										
Cash	50	-	-	-	-	-	-	-	-	50
Accounts Receivable (net of allowances)	641	-	185	-	910	-	-	-	2,409,372	2,411,108
Interfund Receivable/Payable	10,812,798	259,425	1,625,314	2,875,816	11,988,019	1,158,883	489,693	1,564,060	(1,307,508)	29,466,500
Capital Assets (net of depreciation) investments	-	-	15,890,957	-	-	-	-	-	-	15,890,957
Other Assets	65,425	-	35,348	-	-	-	-	-	-	100,773
TOTAL ASSETS	10,878,915	259,425	17,551,803	2,875,816	11,988,929	1,158,883	489,693	1,564,060	1,101,864	47,869,388
LIABILITIES AND NET ASSETS										
Accounts Payable and Accrued Liabilities	262,702	69,273	58,629	35,444	4,391,308	-	-	13,196	-	4,830,551
Unearned Fees Collected in Advance	-	-	4,208	-	14,750	-	-	-	-	18,958
Grants Payable	-	-	-	-	-	-	-	-	-	-
Accrued Postretirement Benefits	-	-	-	-	-	-	-	-	-	-
Obligations under Debt Agreements	-	-	920,833	-	-	-	-	-	-	920,833
TOTAL LIABILITIES	262,702	69,273	983,670	35,444	4,406,058	-	-	13,196	-	5,770,342
NET ASSETS										
Net Assets at Beginning of Year	3,671,734	48,578	15,255,319	2,592,556	2,325,594	1,152,290	498,558	928,556	410,787	26,883,972
Current Operating Excess (Deficit)	6,962,661	141,575	1,604,164	247,816	5,257,277	6,593	(8,865)	622,309	691,078	15,524,608
Transfer of Fixed Assets to Fixed Assets Fund	(18,183)	-	(291,350)	-	-	-	-	-	-	(309,533)
Other Transfers Between Funds	-	-	-	-	-	-	-	-	-	-
TOTAL NET ASSETS	10,616,213	190,152	16,568,134	2,840,372	7,582,871	1,158,883	489,693	1,550,865	1,101,864	42,099,046
TOTAL LIABILITIES & NET ASSETS	10,878,915	259,425	17,551,803	2,875,816	11,988,929	1,158,883	489,693	1,564,060	1,101,864	47,869,388

The State Bar of California
Statement of Assets, Liabilities and Net Assets - Restricted Funds
As of March 31, 2007

	Grants	Lawyers Assistance Program	Legal Education & Development	Legal Services Trust	Legal Specialization	Legislative Activities	Public Protection	Sections	Support & Administration	Technology Improvement	Total page G-T	Total page A-E	All Restricted Funds
ASSETS													
Cash	-	-	-	-	-	-	-	-	-	-	-	50	50
Accounts Receivable (net of allowances)	177,311	-	-	1,436,726	-	-	-	8,050	-	-	1,622,087	2,411,108	4,033,185
Interfund Receivable/Payable	5,597	821,202	574,760	11,348,465	2,139,959	1,360,672	5,883,001	8,196,269	933,634	201,514	31,465,073	29,466,500	60,931,573
Capital Assets (net of depreciation)	-	-	-	-	-	-	-	-	-	-	-	15,890,957	15,890,957
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	16,965	-	-	-	-	1,075	103,401	-	121,441	100,773	222,213
TOTAL ASSETS	182,908	821,202	591,725	12,785,191	2,139,959	1,360,672	5,883,001	8,205,394	1,037,035	201,514	33,208,600	47,869,387	81,077,968
LIABILITIES AND NET ASSETS													
Accounts Payable and Accrued Liabilities	-	41,014	2,560	50,615	5,703	48,893	-	85,788	633,743	-	868,315	4,830,551	5,698,857
Unearned Fees Collected in Advance	-	3,803	-	-	(50)	-	-	10,087	-	-	13,840	18,958	32,798
Grants Payable	-	-	-	3,300,920	-	-	-	-	-	-	3,300,920	-	3,300,920
Accrued Postretirement Benefits	-	-	-	-	-	-	-	-	-	-	-	-	-
Obligations under Debt Agreements	-	-	-	-	-	-	-	-	-	-	-	920,833	920,833
TOTAL LIABILITIES	-	44,817	2,560	3,351,535	5,653	48,893	-	95,875	633,743	-	4,183,075	5,770,342	9,953,418
NET ASSETS													
Net Assets at Beginning of Year	82,283	372,169	716,283	5,177,409	1,829,144	778,139	5,826,572	4,817,313	16,650	316,928	19,932,890	26,883,972	46,816,862
Current Operating Excess (Deficit)	100,626	404,216	(127,118)	4,256,247	305,161	533,640	56,429	3,292,206	396,641	(115,414)	9,092,635	15,524,608	24,617,243
Transfer of Fixed Assets to Fixed Assets Fund	-	-	-	-	-	-	-	-	-	-	-	(309,533)	(309,533)
Other Transfers Between Funds	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL NET ASSETS	182,908	776,385	589,165	9,433,656	2,134,306	1,311,779	5,883,001	8,109,519	403,292	201,514	29,025,525	42,099,046	71,124,571
TOTAL LIABILITIES & NET ASSETS	182,908	821,202	591,725	12,785,191	2,139,959	1,360,672	5,883,001	8,205,394	1,037,035	201,514	33,208,600	47,869,388	81,077,968

The State Bar of California
Statement of Revenue, Expenses and Changes in Net Assets - All Funds
For the Three Months Ending March 31, 2007

Attachment 4

	General Fund	Restricted Funds	Fixed Asset Fund	Total All Funds Year to Date Mar-07	Total All Funds Year to Date Mar-06	Change	Percentage Change
OPERATING REVENUES:							
Membership Fees, Voluntary Contributions	15,033,999	10,419,570	-	25,453,569	23,063,118	2,390,451	10.36%
Convention Income	-	21,655	-	21,655	138,466	(116,811)	-84.36%
Law Corporation Registration Fees	-	312,935	-	312,935	455,473	(142,538)	-31.29%
Continuing Legal Education Fees	135,728	249,896	-	385,624	181,087	204,537	112.95%
Law Practices Sections Fees	-	3,894,835	-	3,894,835	3,951,076	(56,241)	-1.42%
Grants	-	4,805,889	-	4,805,889	2,404,771	2,401,118	99.85%
Trust Account Revenue	-	4,454,442	-	4,454,442	3,819,685	634,757	16.62%
Other Revenue	121,718	601,473	-	723,191	1,464,421	(741,230)	-50.62%
Examination Application Fees	-	9,877,696	-	9,877,696	9,373,789	503,907	5.38%
Legal Specialization Fees	-	522,216	-	522,216	790,510	(268,294)	-33.94%
Seminar/Workshop Revenue	-	372,506	-	372,506	393,528	(21,022)	-5.34%
CalBar Journal Revenue	251,500	-	-	251,500	302,121	(50,621)	-16.76%
Total Operating Revenue	15,542,945	35,533,113	-	51,076,058	46,338,045	4,738,013	10.22%
OPERATING EXPENSES:							
Discipline and Adjudication	11,419,510	-	-	11,419,510	10,734,779	684,731	6.38%
Grants	-	3,864,807	-	3,864,807	655,000	3,209,807	490.05%
Administration of Justice	179,252	-	-	179,252	164,990	14,262	8.64%
Governance	943,135	-	-	943,135	948,637	(5,502)	-0.58%
Administration of the Profession	347,574	424,651	-	772,225	694,707	77,518	11.16%
Program Development	363,494	-	-	363,494	283,581	79,913	28.18%
Communications	643,974	-	-	643,974	583,441	60,533	10.38%
Examination costs and administration	-	3,145,874	-	3,145,874	2,928,941	216,933	7.41%
Law Practices (Sections)	-	926,828	-	926,828	901,227	25,601	2.84%
Claims (net of reimbursements)	-	623,489	-	623,489	1,151,407	(527,918)	-45.85%
General and Administrative costs	75,706	2,687,820	312,086	3,075,612	2,353,274	722,338	30.70%
Payroll Saving	-	-	-	-	138,450	(138,450)	-100.00%
Total Operating Expenses	13,972,645	11,673,469	312,086	25,958,200	21,538,434	4,419,765	20.52%
OPERATING INCOME/(LOSS)	1,570,300	23,859,644	(312,086)	25,117,858	24,799,611	318,248	1.28%
NON-OPERATING REVENUE:							
Investment Income	670,737	525,024	-	1,195,761	1,007,398	188,363	18.70%
Rental Income	-	232,572	-	232,572	248,218	(15,646)	-6.30%
Total Non-Operating Revenue	670,737	757,596	-	1,428,333	1,255,616	172,717	13.76%
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	2,241,037	24,617,242	(312,086)	26,546,192	26,055,227	490,966	1.88%
CHANGES IN NET ASSETS:							
Net Assets at beginning of year	6,563,422	46,816,862	21,472,602	74,852,886	63,917,514	10,935,372	17.11%
Transfers of Fixed Assets to Fixed Asset Fund	-	(309,533)	309,533	-	-	-	-
NET ASSETS AS OF MARCH 31, 2007	8,804,459	71,124,570	21,470,049	101,399,078	89,972,741	11,426,338	12.70%

The State Bar of California
Statement of Revenue, Expenses and Changes in Net Assets - General Fund
For the Three Months Ending March 31, 2007

Attachment 5

	<u>Year to Date March-07</u>	<u>Year to Date March-06</u>	<u>Change</u>
OPERATING REVENUES			
Membership Fee, Voluntary Contributions and Attorney Applications	15,033,999	12,980,515	2,053,484
Continuing Legal Education Fees	135,728	120,225	15,503
Grants	-	-	-
Other	121,718	585,326	(463,608)
Seminar/Workshop Revenue	-	-	-
CalBar Journal Revenue	251,500	302,121	(50,621)
Total Operating Revenue	<u>15,542,945</u>	<u>13,988,187</u>	<u>1,554,758</u>
OPERATING EXPENSES:			
Discipline & Adjudication	11,419,510	10,734,779	684,731
Administration of Justice	179,252	164,990	14,262
Governance	943,135	948,637	(5,502)
Administration of the Profession	347,574	336,796	10,778
Program Development	363,494	283,581	79,913
Communications	643,974	583,441	60,533
General and Administrative	75,706	2,823	72,883
Payroll Saving	-	138,450	(138,450)
Total Operating Expenses	<u>13,972,645</u>	<u>13,193,497</u>	<u>779,148</u>
OPERATING INCOME/(LOSS)	1,570,300	794,690	775,610
NON-OPERATING REVENUE			
Investment Income	670,737	467,178	203,559
Rental Income	-	-	-
Total Non-Operating Revenue	<u>670,737</u>	<u>467,178</u>	<u>203,559</u>
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENSES	<u>2,241,037</u>	<u>1,261,868</u>	<u>979,169</u>
NET ASSETS			
Net Assets at beginning of year	6,563,422	2,777,318	3,786,104
Transfers of Fixed Assets to Fixed Assets Fund	-	-	-
Transfer between Funds	-	-	-
NET ASSETS AS OF MARCH 31, 2007	<u>8,804,459</u>	<u>4,039,186</u>	<u>4,765,273</u>

The State Bar of California
Statement of Revenue, Expenses and Changes in Net Assets - Restricted Funds
For the Three Months Ending March 31, 2007

	Admissions	Annual Meeting	Building	Certification Activities	Client Security	Discipline	Education Foundation	Elimination of Bias	Equal Access	Totals A-E
REVENUE										
Membership Fees & voluntary dues	-	-	1,799,257	-	6,204,689	-	-	754,115	-	8,758,061
Investment Income	75,316	794	13,284	24,753	99,645	11,132	5,115	12,899	16,208	259,147
Convention Income	-	15,652	-	-	-	-	9,083	-	-	24,735
Law Corporation Registration Fees	-	-	-	312,935	-	-	-	-	-	312,935
Continuing Legal Education Fees	-	-	-	239,541	-	-	-	-	-	239,541
Rental Income	-	-	232,491	-	-	-	-	-	-	232,491
Grant Revenue	-	-	-	-	-	-	-	-	4,565,668	4,565,668
Other	155,523	3,758	2,000	95,238	-	-	49,275	-	-	305,794
Application Fees	9,877,696	-	-	-	-	-	-	-	-	9,877,696
Seminar/Workshop Revenue	-	60,739	-	-	-	-	285,762	22,970	-	369,471
TOTAL REVENUE	10,108,535	80,943	2,047,032	672,467	6,304,334	11,132	349,236	789,984	4,581,876	24,945,539
EXPENSES										
Grants	-	-	-	-	-	-	-	-	3,864,807	3,864,807
Administration of the Profession	-	-	-	424,651	-	-	-	-	-	424,651
Examination Costs and Administration	3,145,874	-	-	-	-	-	-	-	-	3,145,874
Claims (net of reimbursement)	-	-	-	-	623,489	-	-	-	-	623,489
General and Administrative	-	(60,632)	442,867	-	423,567	4,539	358,101	167,676	25,992	1,362,110
TOTAL EXPENSES	3,145,874	(60,632)	442,867	424,651	1,047,056	4,539	358,101	167,676	3,890,799	9,420,931
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES										
	6,962,661	141,575	1,604,164	247,816	5,257,277	6,593	(8,865)	622,309	691,078	15,524,608
CHANGES IN NET ASSETS										
Net Assets at beginning of year	3,671,734	48,577	15,255,319	2,592,556	2,325,594	1,152,290	498,558	928,556	410,787	26,883,971
Transfers of Fixed Assets to Fixed Assets Fund	(18,183)	-	(291,350)	-	-	-	-	-	-	(309,533)
NET ASSETS AS OF MARCH 31, 2007	10,616,212	190,152	16,568,133	2,840,372	7,582,871	1,158,883	489,693	1,550,865	1,101,865	42,099,046

The State Bar of California
Statement of Revenue, Expenses and Changes in Net Assets - Restricted Funds
For the Three Months Ending March 31, 2007

	Grants	Lawyer Assistance	Legal Education & Development	Legal Services Trust	Legal Specialization	Legislative Activities	Public Protection	Sections	Support & Administration	Technology Improvement	Totals G-T	Totals A-E	Totals Restricted Funds
REVENUE													
Membership Fees & voluntary dues	-	910,764	-	-	-	742,390	-	-	8,355	-	1,661,509	8,758,061	10,419,570
Investment Income	-	7,388	6,349	84,168	22,348	11,578	56,429	67,748	6,946	2,923	265,877	259,147	525,024
Convention Income	-	-	-	-	-	-	-	(3,080)	-	-	(3,080)	24,735	21,655
Law Corporation Registration Fees	-	-	-	-	-	-	-	-	-	-	-	312,935	312,935
Continuing Legal Education Revenue	-	-	-	-	10,355	-	-	-	-	-	10,355	239,541	249,896
Law Practices (Sections) Revenue	-	-	-	-	-	-	-	3,894,835	-	-	3,894,835	-	3,894,835
Rental Income	-	-	-	-	-	-	-	-	82	-	82	232,491	232,572
Grant Revenue	240,221	-	-	-	-	-	-	-	-	-	240,221	4,565,668	4,805,889
Trust Account Revenue	-	-	-	4,454,442	-	-	-	-	-	-	4,454,442	-	4,454,442
Other	-	-	8,631	16,841	280	-	-	256,496	13,430	-	295,679	305,794	601,473
Application Fees	-	-	-	-	-	-	-	-	-	-	-	9,877,696	9,877,696
Legal Specialization Fees	-	-	-	-	522,216	-	-	-	-	-	522,216	-	522,216
Seminar/Workshop Revenue	-	-	-	-	-	-	-	3,035	-	-	3,035	369,471	372,506
TOTAL REVENUE	240,221	918,152	14,981	4,555,451	555,199	753,968	56,429	4,219,034	28,812	2,923	11,345,171	24,945,539	36,290,710
EXPENSES													
Grants	-	-	-	-	-	-	-	-	-	-	-	3,864,807	3,864,807
Administration of the Profession	-	-	-	-	-	-	-	-	-	-	-	424,651	424,651
Examination costs and Administration	-	-	-	-	-	-	-	-	-	-	-	3,145,874	3,145,874
Claims (net of reimbursement)	-	-	-	-	-	-	-	-	-	-	-	623,489	623,489
Law Practices (Sections)	-	-	-	-	-	-	-	926,828	-	-	926,828	-	926,828
General and Administrative	139,595	513,936	142,098	299,204	250,038	220,328	-	-	(357,829)	118,337	1,325,708	1,362,110	2,687,820
TOTAL EXPENSES	139,595	513,936	142,098	299,204	250,038	220,328	-	926,828	(357,829)	118,337	2,252,536	9,420,931	11,673,468
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES	100,626	404,216	(127,118)	4,256,247	305,161	533,640	56,429	3,292,206	386,641	(115,414)	9,092,635	15,524,608	24,617,242
CHANGES IN NET ASSETS													
Net Assets at beginning of year	82,283	372,169	716,283	5,177,409	1,829,144	778,139	5,826,572	4,817,313	16,650	316,928	19,932,890	26,883,971	46,816,861
Transfers of Fixed Assets to Fixed Assets Fund	-	-	-	-	-	-	-	-	-	-	-	(309,533)	(309,533)
Other Transfers Between Funds	-	-	-	-	-	-	-	-	-	-	-	-	-
NET ASSETS AS OF MARCH 31, 2007	182,909	776,365	589,165	9,433,656	2,134,305	1,311,779	5,883,001	8,109,519	403,291	201,514	29,025,525	42,099,046	71,124,570

**The State Bar of California
Budget to Actual Comparison-General Fund
For the Three Months Ending March 31, 2007**

Attachment 7

	Current Quarter Actual	Current Quarter Budget	Variance Favorable (Unfavorable)	Mar-07 Year to Date Actual	Mar-07 Year to Date Budget	Variance Favorable (Unfavorable)	Mar-06 Prior Year to Date Actual	Inc./(Dec.) From Prior Year	2007 Annual Budget
REVENUE									
Membership Fees	15,033,999	13,666,041	1,367,958	15,033,999	13,666,041	1,367,958	12,980,515	2,053,484	55,047,000
Investment Income	670,737	510,113	160,624	670,737	510,113	160,624	467,178	203,559	1,173,904
Convention Income	-	-	-	-	-	-	-	-	-
CalBar Journal Revenue	251,500	288,195	(36,695)	251,500	288,195	(36,695)	302,121	(50,621)	1,303,753
Grants	-	-	-	-	-	-	-	-	50,000
Continuing Legal Education	135,728	131,734	3,994	135,728	131,734	3,994	120,225	15,503	373,352
Seminar/Workshop Revenue	-	-	-	-	-	-	-	-	7,200
Other	121,718	122,899	(1,181)	121,718	122,899	(1,181)	585,326	(463,608)	545,612
TOTAL REVENUE	16,213,682	14,718,982	1,494,700	16,213,682	14,718,982	1,494,700	14,455,365	1,758,317	58,500,821
EXPENSES									
Discipline	11,419,510	12,825,946	1,406,436	11,419,510	12,825,946	1,406,436	10,734,779	684,731	52,557,309
Administration of Justice	179,252	224,091	44,839	179,252	224,091	44,839	164,990	14,262	845,643
Governance	943,135	1,135,056	191,921	943,135	1,135,056	191,921	948,637	(5,502)	4,233,344
Administration of the Profession	347,574	360,761	13,187	347,574	360,761	13,187	336,796	10,778	1,459,431
Program Development	363,494	475,538	112,044	363,494	475,538	112,044	283,581	79,913	1,938,039
Communications	643,974	619,342	(24,632)	643,974	619,342	(24,632)	583,441	60,533	2,776,230
General and Administrative	75,706	-	(75,706)	75,706	-	(75,706)	2,823	72,883	-
Payroll Saving	-	(602,534)	(602,534)	-	(602,534)	(602,534)	138,450	(138,450)	(2,410,216)
TOTAL EXPENSES	13,972,645	15,038,200	1,065,555	13,972,645	15,038,200	1,065,555	13,193,497	779,148	61,399,780
NET OPERATING SUPLUS/DEFICIT	2,241,037	(319,218)	2,560,255	2,241,037	(319,218)	2,560,255	1,261,868	979,169	(2,898,959)

The State Bar of California
 Budget to Actual Comparison - General Fund
 Expenses by Function
 For the Three Months Ending March 31, 2007

	Current Quarter Actual	Current Quarter Budget	Variance Favorable (Unfavorable)	Mar-07 Year to Date Actual	Mar-07 Year to Date Budget	Variance Favorable (Unfavorable)	Mar-06 Prior Year to Date Actual	Inc./Dec.) From Prior Year	2007 Annual Budget
EXPENSES BY FUNCTION									
Enforcement									
Trial Counsel - Administration	2,621,333	3,210,049	588,716	2,621,333	3,210,049	588,716	2,420,679	200,654	11,496,697
Trial Unit - San Francisco	1,263,053	1,282,731	19,678	1,263,053	1,282,731	19,678	1,161,809	101,244	5,595,668
Trial Unit - Los Angeles	2,913,224	3,034,476	121,252	2,913,224	3,034,476	121,252	2,751,437	161,787	13,244,034
Intake	792,522	788,529	(3,993)	792,522	788,529	(3,993)	755,326	37,196	3,500,770
Central Administration Unit	1,025,694	1,126,476	100,782	1,025,694	1,126,476	100,782	922,099	103,595	4,978,977
Probation Unit	197,132	227,209	30,077	197,132	227,209	30,077	161,900	35,232	922,095
Total Enforcement	8,812,958	9,669,470	856,512	8,812,958	9,669,470	856,512	8,173,250	639,708	39,738,241
State Bar Court									
Presiding & Review Judges	126,687	161,521	34,834	126,687	161,521	34,834	118,289	8,398	702,373
Hearing Judges	165,595	252,092	86,497	165,595	252,092	86,497	249,281	(83,686)	1,086,274
Judicial Transitions	1,325	20,785	19,460	1,325	20,785	19,460	791	534	25,705
SBC Executive Committee	10	-	(10)	10	-	(10)	-	10	-
SBC - Sr. Executive	688,320	864,922	176,602	688,320	864,922	176,602	652,715	35,605	3,153,648
SBC - Sr. Executive Projects	-	10,000	10,000	-	10,000	10,000	-	-	35,000
Hearing/Administration - San Francisco	176,254	231,286	55,032	176,254	231,286	55,032	191,486	(15,232)	1,012,006
Hearing Counsel - LA/SF	253,803	279,421	25,618	253,803	279,421	25,618	234,364	19,439	1,221,648
Review Counsel/Clerk	177,366	201,382	24,016	177,366	201,382	24,016	159,762	17,604	882,135
SBC Reporter	3,219	1,747	(1,472)	3,219	1,747	(1,472)	159	3,060	6,320
Hearing/Effectuation/Administration	291,743	337,058	45,315	291,743	337,058	45,315	293,829	(2,086)	1,475,411
Total State Bar Court	1,884,322	2,360,214	475,892	1,884,322	2,360,214	475,892	1,900,676	(16,354)	9,600,520
Mandatory Fee Arbitration									
Mandatory Fee Arbitration	168,027	183,186	15,159	168,027	183,186	15,159	149,761	18,266	734,054
Agreement with Local Bar Associations	8,160	17,500	9,340	8,160	17,500	9,340	8,808	(648)	70,000
Total Mandatory Fee Arbitration	176,187	200,686	24,499	176,187	200,686	24,499	158,569	17,618	804,054
Professional Competence									
Disc. Cost Recovery	14,344	(89,071)	(103,415)	14,344	(89,071)	(103,415)	-	14,344	(307,417)
Lawyers' Personal Assistance	103,407	143,508	40,101	103,407	143,508	40,101	112,204	(8,797)	440,952
Publication 250	1,328	1,251	(77)	1,328	1,251	(77)	222	1,106	36,000
Professional Responsibility and Conduct	403,650	503,448	99,798	403,650	503,448	99,798	380,043	23,607	2,070,358
COPRAC - Publications	5,962	11,495	5,533	5,962	11,495	5,533	6,145	(183)	47,500
Committee on Professional Responsibility	9,170	700	(8,470)	9,170	700	(8,470)	35	9,135	36,000
Rules Revision Committee	8,182	24,245	16,063	8,182	24,245	16,063	3,635	4,547	91,100
Total Professional Competence	546,043	595,576	49,533	546,043	595,576	49,533	502,284	43,759	2,414,493
TOTAL DISCIPLINE	11,419,510	12,825,946	1,406,436	11,419,510	12,825,946	1,406,436	10,734,779	684,731	52,557,308

The State Bar of California
Budget to Actual Comparison - General Fund
Expenses by Function
For the Three Months Ending March 31, 2007

	Current Quarter Actual	Current Quarter Budget	Variance Favorable (Unfavorable)	Mar-07 Year to Date Actual	Mar-07 Year to Date Budget	Variance Favorable (Unfavorable)	Mar-06 Prior Year to Date Actual	Inc./((Dec.) From Prior Year	2007 Annual Budget
EXPENSES BY FUNCTION									
Administration of Justice									
Commission on Judicial Nomination Evaluations	176,281	207,478	31,197	176,281	207,478	31,197	164,990	11,291	815,643
Attorney Civility Task Force	2,971	16,613	13,642	2,971	16,613	13,642	-	2,971	30,000
Total Administration of Justice	179,252	224,091	44,839	179,252	224,091	44,839	164,990	14,262	845,643
Governance									
Executive Director	86,650	93,613	6,963	86,650	93,613	6,963	81,173	5,477	366,498
Deputy Executive Director	107,435	143,260	35,825	107,435	143,260	35,825	111,747	(4,312)	612,490
Board of Governors	728,555	869,235	140,680	728,555	869,235	140,680	728,477	78	3,119,267
Elections	2,269	7,607	5,338	2,269	7,607	5,338	8,450	(6,181)	46,515
Futures Commission	-	-	-	-	-	-	-	-	-
Appointments Administration	18,226	21,340	3,114	18,226	21,340	3,114	18,790	(564)	88,573
Total Governance	943,135	1,135,055	191,920	943,135	1,135,055	191,920	948,637	(5,502)	4,233,343
Administration of the Profession									
Member Records & Certification	130,323	194,106	63,783	130,323	194,106	63,783	128,483	1,840	760,722
Call Center	14,534	-	(14,534)	14,534	-	(14,534)	614	13,920	-
Senior Executive-Member Services	71,403	44,105	(27,298)	71,403	44,105	(27,298)	53,583	17,820	192,606
Member Services Center	105,140	90,107	(15,033)	105,140	90,107	(15,033)	145,757	91,937	376,462
Child and Family Support	194	566	362	194	566	362	231	(37)	1,830
Multijurisdictional Practice	25,980	31,887	5,907	25,980	31,887	5,907	8,128	17,852	127,811
Total Administration of the Profession	347,574	360,761	13,187	347,574	360,761	13,187	336,796	143,332	1,459,431
Program Development									
Program Development	248,318	341,917	93,599	248,318	341,917	93,599	201,901	46,417	1,446,534
California Young Lawyers Association	27,819	43,642	15,823	27,819	43,642	15,823	10,036	17,783	120,476
Program Development Project	37	-	(37)	37	-	(37)	21	16	-
Access to Justice	82,791	83,270	479	82,791	83,270	479	70,123	12,668	342,153
Committee on Delivery of Legal Services	4,529	6,710	2,181	4,529	6,710	2,181	1,500	3,029	28,877
Total Program Development	363,494	475,539	112,045	363,494	475,539	112,045	283,581	79,913	1,938,040
COMMUNICATIONS									
Media & Information Services	203,293	176,152	(27,141)	203,293	176,152	(27,141)	185,445	17,848	947,894
Bar Journal	440,681	443,190	2,509	440,681	443,190	2,509	397,996	42,685	1,828,336
Total Communications	643,974	619,342	(24,632)	643,974	619,342	(24,632)	583,441	60,533	2,776,230
GENERAL AND ADMINISTRATIVE									
	75,706	-	(75,706)	75,706	-	(75,706)	2,823	72,883	-
PAYROLL SAVING									
	-	(602,534)	(602,534)	-	(602,534)	(602,534)	138,450	(138,450)	(2,410,215)
SUBTOTAL THIS PAGE									
	2,553,135	2,212,254	(340,881)	2,553,135	2,212,254	(340,881)	2,458,718	226,971	8,842,472
TOTAL DISCIPLINE FROM PAGE 1									
	11,419,510	12,825,946	1,406,436	11,419,510	12,825,946	1,406,436	10,734,779	684,731	52,557,308
TOTAL GENERAL FUND EXPENSE BY FUNCTION									
	13,972,645	15,038,200	1,065,555	13,972,645	15,038,200	1,065,555	13,193,497	911,702	61,399,780