

Legislative Notes

TAX BILLS. The Governor's tax program is now in bill form—Assembly bills 1171 to 1179, inclusive, authored by Thomas J. MacBride (D). Consumers will find what has been labeled their "fair share" of the tax increases by supporters of the Governor's program in AB 1171, increasing the beer excise, and AB 1172 imposing a cigarette and tobacco sales tax. Labor's calculator (serviced just recently) says that consumers are already paying 63% of the state tax bill. Did some one say "fair?"

CONSUMER PROTECTION. There is hope this session in SB 33 (Richards-D), introduced as part of the Governor Brown's legislative program. This bill would create an office of Consumer Counsel within the Governor's office to advise him on matters affecting the interests of the people as consumers. The bill will have labor's active support when it is taken up.

Public Employees Collective Bargaining. Legislators already have seven bills on the subject: AB 519 (Masterson-D) and AB 759 (Burton-D), hospital and institutional employees; AB 570 (Geo. E. Brown-D) and *AB 603 (McMillan-D), employees of municipal utility districts; *AB 602 (McMillan-D), non-uniformed employees of local public agencies; AB 1162 (Waldie-D), public school and state college employees; and AB 607 (Geo. E. Brown-D), public employees, generally. Assembly Bills 602 and 603 have been introduced at the request of California Labor Federation, AFL-CIO. Two other Federation-sponsored bills, Assembly Bills 618 and 631 (both by McMillan-D) extend to fire fighters and public employees generally the right to organize into unions without interference. The successful extension of collective bargaining rights to public employees in other states is a strong argument for extension in California.

AB 91 (Rumford). The Assembly Committee on Government Efficiency and Economy launched the FEPC bill on schedule this Wednesday by a 8-5 vote. YES VOTES: Elliot, Hanna, McMillan, O'Connell, Winton, Geo. E. Brown, Masterson (all Democrats) and Busterud (Republican). NO VOTES: Bradley, Cusanovich, Levering, Luckel, and Reagan (all Republicans). The bill is now in Assembly Ways and Means Committee, together with its appropriation companion, AB 93, where it must win approval before going to the Assembly floor for passage.

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C. J. HAGGERTY
Executive
Secretary-Treasurer

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Labor Girds to Keep "Reform" Laws in Area of Responsible Government

Proposed amendments to Governor Brown's labor representation and so-called labor reform bills are in the process of being developed by organized labor, it was announced officially this week by C. J. Haggerty, Secretary-Treasurer of the California Labor Federation, AFL-CIO. The content and extent of labor's proposed changes, however, will not be finalized until the Executive Council of the State AFL-CIO meets this Friday and Saturday in Sacramento.

HEALTH & WELFARE REGISTRATION DUE

Registration of employee health and welfare programs are due to be made before the extended date of February 20, 1959, according to State Insurance Commissioner F. B. McConnell. The extension of the deadline was provided for in Ruling No. 103 which amended Section 2630 of the California Administrative Code.

The ruling was distributed to all Insurance Commissioners in the U.S., as well as to persons on their list who had requested copies of all rulings issued.

The number of registrations is below that anticipated by the Commissioner's office which leads him to believe that "it may be possible that numerous programs in this state are not aware of the provisions of the Rees-Doyle Act and the rulings adopted by the Insurance Commissioner".

Ruling on Annual Report

In another ruling entitled Ruling No. 104, Commissioner McConnell promulgated Rules and Regulations for filing requirements and are set forth in sections 2651 and 2652 of Article 5, Subchapter 4, Chapter 5, Title 10 of the California Administrative Code.

The regulations also set forth general requirements for accountants reports and for applications requesting acceptance by the Commissioner of such reports in lieu of examination of programs by the Department.

Forms for Annual Reports have been printed and distributed to programs subject to the Rees-Doyle Act. Forms are available at the offices of the Insurance Commissioner for distribution to other interested organizations or persons.

"It is clear at this point," Haggerty said, "that the Governor's bills need to be changed in several areas where they stray from the concept of responsible government intervention and interfere with the traditional and legitimate functions of trade unions.

"Our position will be made known to the Governor as soon as it takes final form," Haggerty added.

The Governor's office has already announced that the Brown labor proposals, embodied in AB 419 (Miller) and SB 209 (Teale), are being pushed for earliest possible consideration. AB 419 has been set for hearing on February 26th at 3:45 PM before the Assembly Committee on Industrial Relations.

The Senate Bill 209 will be heard before the Senate Labor Committee on March 2nd, at 1:00 PM.

AB 419 sets up standard democratic procedures for unions; regulates financial transactions of employee and employer representatives; and imposes "safeguards" for local unions placed under international trusteeship.

SB 209 establishes machinery for determination of union representation and settlement of jurisdictional disputes in intrastate commerce, while repealing the injunctive provisions of the state's present jurisdictional Strike Act.

Labor Leaders Air Views

The Brown bills were thoroughly aired last Saturday by some 400 representatives from central labor councils, craft councils and international unions at a specially called conference in San Francisco.

No official action was taken by the assembled group as it lacked authority to act on policy matters under the con-

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LABOR GIRDS FOR REFORM AMENDMENTS

(Continued from Page One)

stitution of the California Labor Federation. In the course of free and open discussion of the bills, however, a number of recommended changes were suggested. The full transcript of the conference containing the views expressed will be before the Executive Council this weekend when it meets on the Brown bills.

The Federation's Executive Council and Executive Secretary-Treasurer, C. J. Haggerty, are vested with the authority to interpret and apply labor policies during interim periods between conventions.

Last December's convention, the supreme policy making body of the State AFL-CIO, adopted a positive and constructive approach to so-called labor reform legislation. The convention agreed to support such legislation so long as it "preserves the traditional and legitimate functions of trade unions" and also carries a provision that state legislation setting up standards of conduct in labor-management relations would become ineffective upon enactment of federal legislation.

Haggerty noted that this approach is binding upon the coming Executive Council meeting. He said: "With the transcript of Saturday's meeting before us, as well as our own views as to where the Governor's bills go astray, I believe that the Executive Council will be able to come up with some constructive changes."

The Governor has stated that he is desirous of receiving labor's views on his bills. "It is also our desire to cooperate in a manner that can be expected from a mature and responsible labor movement in this state," Haggerty added.

Legislative Notes

(Continued from Page One)

Age Discrimination Prohibition. Federation-sponsored AB 1300 (Unruh-D) was dropped in the Assembly hopper this week to join an earlier bill introduced by Geo. E. Brown (D), AB 143. The Brown bill will be heard before the Assembly Social Welfare Committee and the Unruh bill in Industrial Relations. Two years ago, Assemblyman Unruh carried a similar bill sponsored by labor through the Assembly, but it was killed in the upper house. Governor Brown has announced support of an anti-age discrimination measure. Labor will do its best to help get a measure on his desk for signature.

HEARINGS Assembly

Feb. 16th

Transportation and Commerce, 1.30 pm
AB 191 Luckel Increase San Diego Port pilots. **Watch**

Feb. 17th

Governmental Efficiency and Economy, 3.45 pm

AB 101 Hanna Contractor's license for owner construction or improvements. **Good**

AB 177 Hanna Contractor diversion of funds. **Good**

AB 178 Hanna Contractor's wage payment bond. **Good**

AB 179 Hanna Records of Contractor's license for public inspection. **Good**

***AB 306 Geo. E. Brown** Barber college advertising of prices prohibition. **Good**

***AB 307 Geo. E. Brown** Prohibit barber college charge for student services. **Good**

***AB 308 Geo. E. Brown** Student 40-hour week in barber colleges. **Good**

***AB 309 Geo. E. Brown** Eliminate junior cosmetology classification. **Good**

***AB 351 Geo. E. Brown** Substitute Cosmetologist reference for hairdresser, etc. **Good**

Feb. 19th

Industrial Relations, 3.45 pm

AB 184 Levering. Extend defense production act permitting women to work beyond 8 hours in defense industries. **Watch**

Municipal and County Government, 1.30 pm
AB 326 Reagan. Construction by day labor under Municipal Improvement Act of 1913. **Bad**

AB 327 Reagan. Construction by day labor under Municipal Improvement Act of 1911. **Bad**

Feb. 24th

Governmental Efficiency and Economy, 3.45 pm

AB 450 Bee. Repeal exemption of imported key-driven calculators regarding public agency purchases. **Good**

AB 573 Bee. Governor's Welfare Study Commission. **Good**

AB 596 Ernest R. Geddes. Prohibit use of "Registered Psychologist" unless certified and registered. **Good**

AB 163 Dills. Public agency purchase of Heidelberg press. **Watch**

Feb. 25th

Education, 3.45 pm

AB 10 Hegland. Gifted children education. **Good**

AB 24 Hegland. Building aid to Jr. Colleges. **Good**

AB 186 Collier. Create State College Board. **Watch**

AB 392 Sedgwick. Create State College Board. **Watch**

Public Health, 1.30 pm

AB 104 Hawkins. Registration of radiation installations. **Good**

AB 397 McMillan. Barber enrollment in postgraduate courses. **Watch**

Feb. 26th

Industrial Relations, 3.45 pm

***AB 317 Z'Berg.** Health and welfare benefits as part per diem wages on public works. **Good**

***AB 318 Z'Berg.** Prevailing rates for state employees in construction, repair and maintenance work. **Good**

AB 419 Miller. Governor's labor representation bill. **Watch**

AB 519 Masterson. Collective bargaining for hospital employees with compulsory arbitration. **Watch**

Municipal and County Government, 1.30 pm
AB 424 Burke. Counties over 500,000, \$1,000 increase in force account construction. **Watch**

Transportation and Commerce, 1.30 pm
AB 585 Holmes. Unmarked highway patrol vehicles. **Bad**

Senate

Feb. 24th

Elections, 9.00 am

SB 48 McBride. Moves primary closer to general election. **Good**

Insurance and Financial Institutions, 1.00 pm
***SB 136 Farr.** Partial UI benefit for commercial fisherman. **Good**

KENNEDY INTRODUCES NEW JOBLESS COMP. BILL

Senator John F. Kennedy (D-Mass.) has announced that Senator Eugene J. McCarthy (D-Minn.) and Senator Clifford P. Case (R-NJ) have joined with him along with 28 other Senators in the introduction of a bill establishing nationwide minimum standards of unemployment compensation.

The bill would continue the present federal-state unemployment compensation system, but it would correct inadequacies in the system by establishing minimum standards which every state must meet to be entitled to the benefits provided. In addition, the bill allows the tax which is paid into the Federal Treasury to be used to aid the states whose reserve is depleted by excessive demands upon it.

The proposed bill would:

1. Establish benefits equal to not less than 50% of weekly wages so long as that amount is not more than 2/3 of the average weekly wage in the state.
2. Establish a uniform benefit period of 39 weeks.

3. Include within the system employers who have one or more individuals in their employ, except for domestics and agricultural employees.

4. Permit states to provide for uniform rate reductions to employers as well as individual experience-rated reductions.

The proposed bill would not:

1. Require any appropriation by Congress.
2. Change the present Federal-State system of operations.
3. Provide for any increase in the present federal tax upon payrolls.

Senator Kennedy stated when he introduced the bill: "The experience of the 1957-58 recession has demonstrated beyond any lingering doubt that there is a great need for a nation-wide minimum standards of unemployment compensation. An adequate law will cushion any recession, alleviate individual hardship, and speed nation recovery."

DIGEST OF BILLS †

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ASSEMBLY BILLS

- AB 771 O'Connell** (Finance and Insurance) Permits I.A.C. to adopt a fee schedule for hospital charges which shall be the allowable charge to be made by a hospital under the workmen's compensation law in the event there is no contract establishing fees and a dispute arises between the hospital and the employer or insurer. January 28. **Watch**
- AB 772 Chapel** (Public Health) Creates a Cancer Advisory Council in the Department of Public Health and provides for the regulation and control of drugs, medicines, compounds and devices used in the diagnosis, treatment and cure of cancer. January 28. **Good**
- AB 802 Davis** (Fish and Game) Requires Department of Fish and Game to maintain an accounting system which will accumulate costs by regions and districts for each activity or program in which the department is engaged, to include certain specified programs or activities. January 28. **Good**
- *AB 803 Dills** (Civil Service and State Personnel) Amends state retirement law to provide for voluntary retirement after 25 years of state service for every patrol or warden member, forestry member, state miscellaneous member, local safety member, local safety member who is a fireman and local miscellaneous member. January 28. **Good**
- AB 807 Masterson** (Education) Extends Teachers' Tenure Law to all School districts uniformly. January 28. **Good**
- AB 810 Burton** (Criminal Procedure) Makes wire tapping a felony without permission of all parties thereto. Makes evidence so obtained inadmissible in any proceeding except suit or prosecution for violation of the bill. January 28. **Good**
- *AB 811 Rumford** (Judiciary-Civil) Authorizes court injunction against the improper use of the name of any organization in connection with any election, candidacy of any person, or adoption of any measure; as well as trade or business organization names. January 28. **Good**
- AB 812 Rumford** (Municipal & County Government) Provides that a city, county, or housing authority operating a temporary housing project may determine by resolution that there is no need for the operation of any of the housing, and therefore cease operation. Extends temporary housing projects act indefinitely, and deletes requirement that dwelling structures in such projects be demolished by the 91st day after the 1961 session of the Legislature. January 28. **Watch**
- *AB 818 Hawkins** (Finance and Insurance) Extends full unemployment and unemployment disability insurance coverage to public employees. January 28. **Good**
- *AB 819 Hawkins** (Finance and Insurance) Extends full unemployment insurance and unemployment disability insurance coverage to agricultural workers. January 28. **Good**
- *AB 820 Hawkins** (Finance and Insurance) Provides for retroactive payment of benefits for unemployment insurance waiting period where unemployment extends beyond one week. January 28. **Good**
- *AB 821 Hawkins** (Finance and Insurance) Extends full unemployment insurance and unemployment disability insurance coverage to domestic servants in a private home, and in a local college club or local chapter of a college fraternity or sorority. January 28. **Good**
- *AB 822 Hawkins** (Finance and Insurance) Repeals 75 % Rule in unemployment insurance law. January 28. **Good**
- AB 823 Nisbet** (Fish and Game) Prohibits sale or purchase of halibut except halibut imported pursuant to regulations of the Fish and Game Commission for two years. January 28. **Watch**
- AB 825 Chapel** (Revenue and Taxation) Permits deduction from state income tax of payments made by responsible relatives required to contribute to the support of recipients of aid to the aged. January 28. **Good**
- AB 827 Cunningham** (Public Health) Creates within the State Department of Public Health a Division of Healing Arts, and provides that division is to be in charge of a chief who is to be a certified public accountant appointed by the State Director of Public Health. Transfers from the Department of Professional and Vocational Standards to the division the Board of Dental Examiners, the Board of Medical Examiners, the Board of Nurse Examiners, the Board of Optometry, and the Board of Pharmacy. January 28. **Watch**
- AB 830 Cunningham** (Public Utilities and Corporations) Provides for the registration and numbering of vessels not required to be registered under federal law, and for citation of violators. January 28. **Watch**
- AB 831 Unruh** (Finance and Insurance) Provides that unemployment insurance referees shall receive the same compensation as referees of the Industrial Accident Commission, rather than a compensation fixed by the State Personnel Board at a rate comparable to that of other referees or hearing officers in state service whose duties and responsibilities are comparable. January 29. **Watch**
- AB 834 Hanna** (Industrial Relations) Makes it a misdemeanor to willfully ignore a subpoena issued by the Chief of the Division of Industrial Welfare if the residence of the witness is less than 150 miles from the place of trial. January 29. **Good**
- AB 861 Pattee** (Fish and Game) Prohibits carrier or transporter of fish in a fresh state from accepting fish he cannot reasonably expect to deliver in good condition, and requires the carrier or transporter to do all necessary to insure arrival in wholesome condition without spoilage. January 29. **Watch**
- AB 862 Rees** (Revenue & Taxation) Limits the so-called principal office deduction in the insurance premium tax to taxes allocable to portion of realty actually occupied for the transaction of the insurance company's business. January 29. **Good**
- *AB 864 Rees** (Finance & Insurance) Requires that forms must be filed semi-annually with the Industrial Accident Commission by the employer or the insurer indicating all payments made pursuant to workmen's compensation law together with the manner and time of payments and the date of termination thereof. Makes a violation a misdemeanor. January 29. **Good**
- *AB 865 Rees** (Finance & Insurance) Provides for free choice of doctor under workmen's compensation law. January 29. **Good**
- AB 876 Reagan** (Finance & Insurance) Provides that the duration of unemployment disability insurance benefits shall not exceed in value one-half of total base period wages. January 29. **Bad**
- AB 877 Miller** (Industrial Relations) Changes the Division of Labor Law Enforcement's exemption from payment of court costs from one in which the division brings the action, to any civil action in which the division is a party. January 29. **Watch**
- AB 878 Kilpatrick** (Social Welfare) Eliminates relatives' responsibility provisions contained in the Aid to Needy Blind Law and the Aid to the Partially Self-supporting Blind Law. January 29. **Good**
- *AB 880 Kilpatrick** (Industrial Relations) Requires each awarding body of public works contracts, at least 10 days prior to the first advertisement of bids, to file with the Director of Industrial Relations its determination of the prevailing rates and a specification of classification of workers needed. January 29. **Good**
- AB 885 Unruh** (Industrial Relations) Requires an artists' manager, in addition to the \$50 license fee, to pay an additional \$25 for each branch office maintained by the manager. January 29. **Good**
- AB 886 Unruh** (Industrial Relations) Requires private employment agencies to pay \$25 filing fee to Labor Commissioner for issuance of license. Requires an annual fee, at the time a license is issued or renewed, of \$25, to be paid by each employment agency, including those operating solely as labor contractors, for each branch office the agency maintains. Requires a \$25 filing fee to be paid to the Labor Commissioner at the time application for consent to the transfer or assignment of a license is made. January 29. **Good**
- AB 887 Unruh** (Industrial Relations) Requires applicant for farm labor contractor's license to pay filing fee of \$10.00, and provides that the \$25.00 license fee shall be paid before the license is issued. January 29. **Good**
- AB 890 Hawkins** (Governmental Efficiency & Economy) Prohibits discrimination because of race, color, religion, national origin or ancestry in any publicly assisted housing accommodation constructed or otherwise aided with public funds. January 29. **Good**
- *AB 902 Bane** (Civil Service & State Personnel) Requires contributions by state and local governments to employee pension plans to be made in the same manner and on the same basis as those of private employers, on behalf of nonpermanent laborers, workmen, and mechanics employed on an hourly or per diem basis. Provides that such payments shall be in lieu of other retirement benefits now or hereafter granted by the employing agency. February 2. **Good**
- AB 915 Donahoe** (Education) Requires permission for the employment of special lecturers for special day and evening classes in high schools and day schools to be obtained from the State Department of Education, rather than from the Commission of Credentials. February 2. **Watch**
- AB 919 Bradley** (Municipal & County Government) Creates a metropolitan fire protection authority in each county to become effective when the board of supervisors of the county determines there is need for the authority to function. Spells out integration procedures, salary and retirement rights of employees etc. February 2. **Good**
- AB 920 Bradley** (Municipal and County Government) Substitutes Fire Protection District Law of 1959 for present local fire districts, metropolitan fire protection districts, county fire protection districts, and fire protection districts in one or more counties. February 2. **Watch**
- AB 939 Levering** (Finance & Insurance) Disqualifies individual for unemployment disability insurance benefits who is also receiving OASDI or OAS benefits; provides for OAS and OASDI offset against unemployment disability insurance benefits where former benefit is less than disability insurance benefit. February 2. **Bad**

†No bill may be taken up until 30 days after date of introduction indicated in Digest, except by 2/3 vote.

*Sponsored by the California Labor Federation, A.F.L.-C.I.O.

ASSEMBLY BILLS (Continued)

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- AB 940 Lowrey** (Finance & Insurance) Permits governing board of a river port district to contract for group insurance for officers and employees, to make payroll deductions upon consent of employees for payment of premiums, and to pay portions of the premiums from district funds. February 2. **Good**
- AB 943 Garrigus** (Education) Prohibits employment of person by school district as supervisor or assistant supervisor of cafeteria, with responsibility for conducting program of nutrition education, unless such person is certificated. February 2. **Watch**
- AB 955 MacBride** (Education) Permits local day or evening institutes of teachers in-service meetings, in lieu of annual teachers' institute, to be scheduled by the superintendent of any school district employing 100 rather than 200 teachers, and permits annual teachers' institute to be combined with a local institute conducted in a district employing 100 rather than 200 teachers. February 2. **Watch**
- AB 958 Samuel R. Geddes** (Civil Service and State Personnel) Permits the State Personnel Board to provide by rule that merit salary adjustments may be less frequent than once a year for classes with salary steps of \$50 per month or higher. February 2. **Watch**
- AB 960 Samuel R. Geddes** (Civil Service and State Personnel) Permits State Personnel Board to remove names from continuous testing eligible lists on or after 90 days from the date the eligibility list was established. Provides that in announcements of examinations the board shall include information concerning expiration of eligibility. February 2. **Watch**
- AB 963 Rees** (Finance and Insurance) Requires Insurance Commissioner to examine health and welfare insurance programs every five, rather than every three years, and makes such examination an expense of the health and welfare program. Establishes a schedule of fees for the registration and filing of financial statements of such programs with the commissioner, and empowers the commissioner to assess such programs to defray the costs of administration not met by other fees. Urgency measure. February 2. **Bad**
- AB 974 MacBride** (Civil Service and State Personnel) Provides that an election given a contracting agency under the State Employees' Retirement Law to come under optional provisions of that law may be exercised separately with respect to employees included in the federal OASDI program, and with respect to employees not so included. February 3. **Watch**
- AB 978 MacBride** (Civil Service and State Personnel) Suspends compulsory retirement of members of contracting agency under state employees' retirement law where such agency has begun proceedings to obtain OASDI coverage from the date the State Board of Administration authorizes a division or referendum until the sixty-first day following the division or referendum.
- Expands the right of an optional temporary annuity now authorized as amendments to contracts modifying benefits for purposes of integration with federal OASDI, to apply to any member retiring from service who is fully insured under the federal program and who has credit for state service for which he has also made contributions to the federal program. Establishes procedure for payment of retroactive contributions under federal OASDI from state employees' retirement fund. February 3. **Watch**
- AB 979 MacBride** (Civil Service and State Personnel) Defines "member", under State Employees' Retirement System for purposes of coverage under federal OASDI, to include nonmembers having option to become members, and makes provision for amendment of integration agreement to include such persons.
- Revises procedure, with respect to proceedings begun after the effective date of act, for public agencies to participate in federal OASDI program on a divided basis as permitted by federal act. Validates completed proceedings for division and coverage begun under procedures existing prior to the effective date of the act. Permits Board of Administration of State Employees' Retirement System to delegate authority to perform any act vested in the board under the provisions relating to integration with the federal OASDI program. February 3. **Watch**
- AB 988 Belotti** (Transportation and Commerce) Provides that a traffic officer may require the unloading and reloading of an unlawfully loaded vehicle only at such places as will not violate regulations of the Division of Industrial Safety. February 3. **Good**
- AB 992 Rumford** (Public Health) Authorizes State Pharmacy Boards to adopt rules of professional conduct for pharmacists, and requires such rules to be printed on application blanks and to be subscribed to by applicants. February 3. **Watch**
- AB 993 Rumford** (Public Health) Defines a pharmacy as including every store or shop, but excluding "or other place," where drugs are dispensed, or prescriptions compounded, or which advertises as a pharmacy. February 3. **Watch**
- AB 994 Pattee** (Fish and Game) Prohibits the use of any artificial light to lure or attract squid in Districts 16 and 17, excluding lights necessary for the usual operation of the vessel. Urgency Measure. February 3. **Watch**
- AB 1000 Geddes** (Education) Increases from \$193.37 to \$209.78 for the 1959 Fiscal year and \$209.53 for the 1960-61 Fiscal year, the amount of state appropriations per ADA to the state school fund for apportionment, and revises schedule of expenditures of such funds. Also increases appropriation for driver training education. February 3. **Watch**
- AB 1005 Z'Berg** (Civil Service and State Personnel) Provides that executive officer of state personnel board may file charges against a state civil service employee without the approval of the appointing power or the board. February 3. **Bad**
- AB 1008 Ernest Geddes** (Education) Extends indefinitely \$4,200 minimum teacher's salary. February 3. **Good**
- AB 1010 Ernest R. Geddes** (Finance and Insurance) Eliminates, as condition of approval, requirement that voluntary plan under Unemployment Disability Insurance program not result in substantial selection of risks adverse to the State Disability Fund. February 3. **Bad**
- *AB 1015 Crown** (Finance and Insurance) Increases minimum weekly workmen's compensation benefit to \$20.00 and maximum weekly benefit to \$70.00 for both temporary and permanent disabilities. February 3. **Good**
- AB 1028 Masterson** (Governmental Efficiency and Economy) Requires applicant for cosmetology instructor's permit who fails to pass two examinations to complete a further course of study before taking next examination. Provides that certificate of registration to operate a cosmetology establishment only authorizes operation at location shown on certificate. Requires school of cosmetology to make applicant for admission thereto submit proof that he possesses the education required by the cosmetology act. Repeals provision permitting person failing first examination to take second examination without paying additional fee. February 3. **Watch**
- AB 1029 Masterson** (Efficiency and Economy) Requires licensed hairdresser and cosmetician or cosmetologist in immediate supervision of a school of cosmetology to have an instructor's license rather than an instructor's permit. Requires school of cosmetology to post a \$5,000 bond, and limits aggregate liability of surety on bond not to exceed the \$5,000 sum.
- Deletes provision authorizing withdrawal of money from the contingent fund to be used as a revolving fund for cash advances. Provides that annual registration fee for school of electrolysis as well as school of cosmetology is to be set by State Board of Cosmetology at not more than \$150 and not less than \$100. February 3. **Watch**
- *AB 1039 Hawkins** (Finance and Insurance) Increases amount of workmen's compensation award by 15% when employer or insurer refuses claim and liability is subsequently found to exist, if IAC finds that such refusal was not made in good faith upon reasonable belief that a valid and bona fide defense to the claim existed. February 3. **Good**
- AB 1044 Z'Berg** (Finance and Insurance) Deletes requirement that surety bonds to secure payment of workmen's compensation claims by self-insuring employers be deposited with State Treasurer, and requires that such bonds be deposited with the Director of Industrial Relations. Prohibits withdrawal of securities deposited with the State Treasurer by a self-insuring employer except upon written order of the Director of Industrial Relations. February 3. **Watch**
- AB 1058 MacBride** (Municipal and County Government) Provides pension determination formula for safety members of county retirement systems with respect to service performed prior to OASDI coverage and with respect to services subsequent to such coverage. February 3. **Watch**
- AB 1059 MacBride** (Civil Service & State Personnel) Permits state employees to engage in political activities in connection with ballot measures. February 3. **Good**
- AB 1060 MacBride** (Civil Service and State Personnel) Within limit of \$6.00 per hour, provides for time and a half pay for overtime worked by state employees, where in lieu time off is not granted at the rate of an hour off per hour overtime worked. Deletes authority of State Personnel Board to determine extent to which and method by which overtime is compensated, and makes unspecified appropriation. February 3. **Watch**
- AB 1063 Allen** (Water) Accepts California Water Plan as guide for orderly and co-ordinated control, protection, conservation, development, and utilization of water resources of the State, even though the State does not have any criteria for determining economic and financial feasibility of projects. February 3. **Bad**
- AB 1065 Bruce F. Allen** (Finance and Insurance) Regarding workmen's compensation, permits introduction in an action by an employee and employer against a third person of evidence of the amount of disability indemnity or death benefits paid or to be paid by the employer and evidence of loss of earnings or earning capacity. Limits recovery of employee against a third person for purposes of subrogation to the amount of disability indemnity or death benefit or to the loss of earnings or earning capacity. February 3. **Watch**
- *AB 1070 Meyers** (Finance and Insurance) Repeals workmen's compensation provisions dealing with extra-territorial coverage. February 3. **Good**
- *AB 1071 Meyers** (Finance and Insurance) Requires IAC to maintain an appropriate agency to educate and advise the public, the employers, and workers with respect to workmen's compensation. February 3. **Good**

ASSEMBLY BILLS (Continued)

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- *AB 1072 Meyers** (Finance and Insurance) Requires workmen's compensation employer to file with the Director of Industrial Relations proof of the fact that he has posted the nature of his workmen's compensation coverage. February 3. **Good**
- *AB 1075 Unruh** (Finance and Insurance) Increases from \$12 to \$20 the daily unemployment disability insurance hospital rate available for a period of twenty days. February 3. **Good**
- AB 1076 Burton** (Social Welfare) Repeals relatives' responsibility provisions in aid to the aged program, and provides for voluntary contributions to be considered in connection with benefit payments. February 3. **Good**
- AB 1077 Meyers** (Civil Service and State Personnel) Provides for leave of absence for state civil service employees not to exceed two years for service in a foreign country in a technical co-operation program as a temporary employee of another governmental agency, a non-profit organization, or a recognized college or university upon request of such agency. Provides re-employment rights upon application within three months after termination of such service. February 3. **Good**
- AB 1079 Nisbet** (Government Organization) Increases from \$2,000 to \$3,000 the amount over which public project contracts must be given to lowest responsible bidder in general law cities. February 3. **Watch**
- AB 1080 Nisbet** (Municipal and County Government) Provides that definition of "public project" for purposes of provisions requiring bidding procedure in general law cities, does not include maintenance, repair, or routine extensions and service connections of city-owned public utility systems. February 3. **Watch**
- AB 1081 Crawford** (Education) Provides for acceptance by the state of benefits of National Defense Education Act of 1958. Designates State Board of Education as state educational agency to carry out the purposes of the federal act, etc. February 3. **Good**
- AB 1082 Crawford** (Education) Appropriates \$100,000 for allocation to state colleges to meet matching requirements of National Defense Education Act of 1958 for the student loan program. Urgency Measure. February 3. **Good**
- AB 1083 Bane** (Education) Provides that where school district governs two or more districts and teacher completes third year, he shall receive tenure upon commencement of fourth year if employed in any of the school districts under said Board. February 4. **Good**
- AB 1088 Bee** (Municipal and County Government) Increases from \$4,500 to \$5,500 the cost estimate under which counties a population of 500,000 or more may dispense with competitive bidding contracts for construction work. February 4. **Watch**
- AB 1097 Holmes** (Government Organization) Creates a defense to the sale of alcoholic beverages in any criminal prosecution or disciplinary proceedings upon proof that minor's appearance was such that a reasonable person would have considered him an adult, and requires findings on such defense in proceedings before the ABC department. February 4. **Good**
- AB 1110 Masterson** (Public Health) Provides that whether or not the expenditure of federal funds by a public housing authority is in accordance with the law or contract under which the funds were received, or any applicable federal regulations, shall be a matter to be determined exclusively by the authority. Deletes provision authorizing grand jury to investigate operations of housing authorities. February 4. **Watch**
- AB 1111 Brown** (Municipal and County Government) Allows any governmental body to pay the cost of replacing or repairing property of an employee necessarily worn or carried by the employee when the property is damaged in the line of duty. February 4. **Good**
- AB 1112 George E. Brown** (Education) Empowers governing board of any school district to use school district funds for cash deposits, when required to guarantee payment for transportation purchased on credit for employees or other representatives traveling on school business. February 4. **Good**
- AB 1113 George E. Brown** (Education) Allows school district to pay cost of replacing or repairing property of an employee necessarily worn or carried by the employee when the property is damaged in the line of duty without his fault. February 4. **Good**
- AB 1135 Samuel R. Geddes** (Governmental Efficiency and Economy) Tightens contractors' license law regarding owner-builders who improve property for sale. February 4. **Good**
- AB 1136 Reagan** (Finance and Insurance) Provides that in determination of permanent disability under workmen's compensation, subjective symptomatology not supported by manifest physical impairment shall be presumed to be nondisabling. February 4. **Bad**
- AB 1137 Reagan** (Finance and Insurance) Provides that where allowance is made in workmen's compensation permanent disability determination for impairment of function consequent on subjective symptomatology, no additional percentage shall be allowed for such subjective symptomatology. February 4. **Bad**
- AB 1146 Williamson** (Industrial Relations) Provides that all employees shall be allowed time off for service on juries without loss of pay. February 4. **Good**
- AB 1147 Williamson** (Industrial Relations) Requires every common carrier and express company paying employees by check or draft to provide facilities for cashing a check or draft. Makes violations a misdemeanor. February 4. **Good**
- AB 1149 Williamson** (Industrial Relations) Provides for weekly payday on Fridays, except where collective agreement provides otherwise. February 4. **Good**
- AB 1150 Hanna** (Governmental Efficiency and Economy) Requires contractors to establish a trust fund consisting of advances or deposits made pursuant to a contract to purchase, erect, alter or repair any structure, on other than public works. Permits contractors to pay sums out of trust fund for labor or materials upon written release from contracting party, and to withdraw funds upon receipt of a written completion certificate from owner, prospective owner or contracting party. Provides that contractors may furnish the contracting party with a surety bond in lieu of establishing a trust fund. Makes violations a misdemeanor. February 4. **Good**
- AB 1162 Waldie** (Education) Declares state policy that all public schools and state college employees shall be able to freely organize themselves and employ such organizations for collective bargaining or other mutual aid. February 4. **Good**
- *AB 1163 Rees** (Finance and Insurance) Extends Rees-Doyle health and welfare program supervision act to all such programs, whether negotiated or not. February 4. **Good**
- AB 1164 Rees** (Finance and Insurance) Makes permanent, Rees-Doyle Act regulating employee health and welfare programs. February 4. **Watch**
- AB 1165 Samuel R. Geddes** (Municipal and County Government) Raises the maximum amount of construction contracts which can be let without bid from \$2,000 to \$4,500. February 9. **Watch**
- AB 1170 MacBride** (Revenue and Taxation) Advances payment of insurance premium tax by providing for self-assessment, for the filing of annual returns and for the payment of taxes at the time of filing returns. Prescribes penalties and interest for failure to file or make a required payment. Provides for credits on overpayments and for allowances of interest thereon. Modifies provisions on the computation of ocean marine insurance tax. Makes other technical changes related thereto. (Part of Governor's Tax Program.) February 4. **Watch**
- AB 1171 MacBride** (Revenue and Taxation) Effective July 1, 1959, increases excise tax on beer from two cents to seven cents per gallon. Imposes a complementary floor tax on beer possessed on July 1, 1959. (Part of Governor's Tax Program.) February 4. **Bad**
- AB 1172 MacBride** (Revenue & Taxation) Effective July 1, 1959, imposes a 3 cents-per-package tax on sales or other distribution of cigarettes and a 15 percent tax on the wholesale price of other tobacco products sold and otherwise distributed in California. Imposes complementary floor stocks tax. Provides for administration by State Board of Equalization and deposit of revenues in General Fund. (Part of the Governor's tax program.) February 4. **Bad**
- AB 1173 MacBride** (Revenue and Taxation) Increases horse racing license fees payable to state as follows: from 4 to 6 percent on first 10 million dollars handled in parimutuel pool; from 5 to 7 percent on next 10 million dollars; from 6 to 8 percent on next 30 million dollars; from 6 to 8.5 percent on next 50 million dollars; from 6 to 9 percent on all in excess. Reduces amount of commissions that horse racing licensee may retain on amount in excess of 50 million dollars from 7 percent to 6.5 percent on amount up to 100 million dollars, and from 7 percent to 6 percent on amount over 100 million dollars. Reduces breakage that licensee may retain from all up to \$27,000,000, to all up to \$25,000 and one-half from \$25,000 to \$100,000. Provides for deposit of the license fees attributable to breakage in the general fund rather than in the state college fund, and license fees now payable to the Wildlife Restoration Fund also to the General Fund. (Part of Governor's Tax Program.) February 4. **Watch**
- AB 1174 MacBride** (Revenue and Taxation) Effective July 1, 1959, imposes a tax on the privilege of severing or producing oil or gas from beneath the soil and waters of the state at the rate of 2% of its value, in addition to any and all other taxes payable. Provides for administration and enforcement of the tax by the State Board of Equalization. Provides for the deposit in General Fund of revenues derived from the tax. (Part of Governor's Tax Program.) February 4. **Watch**
- AB 1175 MacBride** (Revenue and Taxation) Increases franchise tax rates on general corporations from 4% to 5.5%, with increase in minimum amount of tax from \$25 to \$100. Increases minimum amount of franchise tax payable by nonexempt corporations not otherwise taxed from \$25 to \$100. Increases maximum rate of tax on banks and financial corporations from 8 percent to 11 percent, and minimum rate of tax on financial corporations from 4 percent to 5.5 percent with increase in minimum amount from \$25 to \$100. Increases corporation income tax rates and rates payable by otherwise exempt corporations under unrelated business income, from 4 percent to 5.5 percent. Finally, conforms state bank and corporation tax law to federal Eisenhower administration amendments of 1954 so as to permit the rapid write-off for depreciation of plant and equipment. (Part of Governor's Tax Program.) February 4. **Bad**

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SENATE BILLS

D-14

- SB 391 Thompson** (Public Health and Safety) Strengthens provisions against falsely advertised foods and requirement that canned meats requiring refrigeration be stored at proper temperature. February 2. **Good**
- SB 396 Gibson** (Governmental Efficiency) Permits State Compensation Insurance Fund to authorize money on deposit to its credit in the State Treasury to be invested in accordance with the law governing the investment of special fund money. February 2. **Watch**
- SB 406 Johnson** (Governmental Efficiency) Changes the term "minor" to any person under the age of 21 in relation to employment of minors on premises of a liquor licensee. February 2. **Watch**
- SB 409 Johnson** (Governmental Efficiency) Repeals provision that no retail liquor license shall be issued for any premises for which a license has been revoked during the three months immediately preceding filing of the application. February 2. **Watch**
- SB 419 Johnson** (Governmental Efficiency) Makes proof of presentation of bona fide evidence of majority and identity a defense in proceedings involving employment of a minor, and permitting a minor to enter or remain in a public premise, as well as sale of alcoholic beverages to a minor. February 2. **Watch**
- SB 421 Thompson** (Business & Professions) Requires person enrolling in barber's college to give notice to State Board of Barber Examiners if he has been convicted of a crime involving moral turpitude; authorizes board to hold hearing to determine if person possesses good moral character, and prohibits barber college from enrolling such individual who fails to notify board or is found to lack good character. February 2. **Watch**
- SB 422 Thompson** (Business and Professions) Requires barber shop owner to give notice to state board of Barber Examiners when applying for certificates to conduct a new shop or when opening at a new location. Provides that two years' experience as a registered barber in another state or county which may qualify a person for an instructor's certificate shall be in a state or county whose requirements for licensing barbers are substantially equivalent to those of this State. Makes other changes. February 2. **Watch**
- *SB 435 Teale** (Judiciary) Specifies that all employees shall be allowed time off for service on juries without loss of pay. February 2. **Good**
- SB 441 Short** (Governmental Efficiency) Permits community redevelopment agencies to construct or rehabilitate buildings or sell, lease, grant or donate public property to a housing authority or any public agency for low-rent housing projects. February 2. **Good**
- SB 442 Miller** (Local Government) Eliminates termination provision on continuation of present state minimum school teachers' salary. February 2. **Good**
- SB 450 Erhart** (Fish and Game) Requires that birds, mammals, fish, or amphibia brought into this State must have been legally possessed as well as taken outside the state. February 2. **Watch**
- SB 453 Erhart** (Fish and Game) Makes definitions, rules of construction, and general provisions of the Fish and Game Code applicable to all regulations made under the code. January 2. **Watch**
- SB 467 Holmdahl** (Business & Professions) Changes name of clinical laboratory technologist and clinical laboratory technician to correspond with names used in other sections relating to such persons. Provides that licenses issued pursuant to the law relating to clinical laboratory technology may be revoked or suspended for violating such law. February 3. **Watch**
- SB 471 Cobey** (Water Resources) Permits water storage districts in service area of Isabella Reservoir on the Kern River to issue so-called callable bonds as an alternate means of advancing lump sum payment to U. S. government in order to obtain Isabella water without application of 160 acre limitation. February 3. **Bad**
- SB 477 Richards** (Rules) Fair Employment Practices Law: Prohibits discrimination by employers, labor organizations, and employment agencies against persons because of race, creed, color, national origin, ancestry; creates state commission on fair employment practices with enforcement powers. February 3. **Good**
- SB 481 Gibson** (Business & Professions) Increases fee schedule for issuance of nurses licenses and for renewal thereof. February 3. **Watch**
- SB 486 Gibson** (Governmental Efficiency) Repeals postwar construction act of 1946 except portion establishing the State Public Works Board. Abolishes Capital outlay and Savings Fund and transfers balance of such fund to the General Fund, while continuing appropriations heretofore made out of the Capital Outlay and Savings Fund to be payable out of the General Fund. Makes other related changes, and establishes effective date of July 1, 1960. February 3. **Watch**
- SB 490 Gibson** (Governmental Efficiency) Provides that when authorized by the State Board of Control, a state agency may issue its own instructions placing limitations on travel expenses to be paid their employees. February 3. **Watch**
- SB 491 Montgomery** (Labor) Makes permanent restrictions enacted in 1955 and continued in 1957 which limit the liability of the Subsequent Injuries Fund and reduces the workmen's compensation payable from the fund in certain respects. February 3. **Bad**
- SB 492 Montgomery** (Insurance & Financial Institutions) Requires self-insuring employers under workmen's compensation to pay a fee of \$100 for a certificate of consent to self-insurer. Imposes annual fee of \$100 for renewal of certificate, and provides for deposit of such fee in state treasury to the credit of the general fund. February 3. **Watch**
- SB 493 Montgomery** (Transportation) Requires every farm labor contractor or his employee who operates a bus or truck to transport individuals in connection with business, rather than those regularly operating such vehicles, to be a licensed chauffeur. February 3. **Good**
- SB 495 Christensen** (Insurance & Financial Institutions) Specifies that otherwise confidential information obtained by the Department of Employment in administering unemployment insurance and disability insurance may be furnished to law enforcement officers to assist them in seeking the whereabouts of individuals in connection with criminal investigations. February 3. **Watch**
- SB 496 Christensen** (Education) Extends teachers exchange program with foreign countries to include teachers at state-supported laboratory schools, with comparable benefits and privileges. February 3. **Good**
- SB 506 Slattery** (Labor) Revises provision requiring toilet facilities in labor camps by referring to privies as well as to water closets. February 3. **Watch**
- SB 507 Gibson** (Transportation) Provides that when the proposed Benicia-Martinez Bridge is opened to traffic the ferry system shall be sold, and makes related changes. February 3. **Watch**
- SB 511 Christensen** (Business & Professions) Provides that on all projects for highways and bridges under the State Contract Act, where the bidder has been prequalified to bid, the contract or contract obligation shall not be invalidated by reason of failure of the bidder or contractor to be licensed under the state law. Provides that persons performing such work under the act, nevertheless shall be subject to the penalties of the licensing laws. February 3. **Bad**
- SB 515 Teale** (Governmental Efficiency) Establishes county medical care revolving funds for handling of medical care program for public assistance recipients. Permits payment under the program to blind and aid to the aged recipients who can pay for medical care out of outside income as a special need, but provides for a deduction from recipient's payment in such case where the recipient has income in addition to his grant which is not needed for other needs in the month in which the medical care bill is received. February 3. **Watch**
- SB 516 Miller** (Governmental Efficiency) Provides for a California Conservation Center in place of the California Correctional Facility, and revises statement of primary purpose to that of receiving, employment, care, custody, and education of inmates in the custody of the Directory of Corrections assigned thereto. Authorizes establishment of permanent, temporary and mobile prison labor camps to operate in connection with the conservation center, and to contract with political subdivisions of the state and local public agencies to furnish labor for conservation and disaster relief work. Provides that superintendent of the institution shall be appointed by the Governor subject to Senate confirmation rather than pursuant to civil service. Makes rules relating to compensation and discipline of inmates of camps established pursuant to Art. 5 of the Penal Code starting with Section 2780 of Chapter 5, Art. 1, Part 3, applicable also to above mentioned permanent, temporary and mobile prison labor camps. February 3. **Bad**
- SB 520 McBride** (Insurance & Financial Institutions) Provides for detailed regulation of retail installment credit contracts. February 4. **Watch**