## FILED

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## DISCIPLINARY BOARD

## BEFORE THE DISCIPLINARY BOARD OF THE WASHINGTON STATE BAR ASSOCIATION

In re

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TERRI D. SLOYER,

Lawyer (Bar No. 34571).

Proceeding No. 12#00121

WSBA FILE NOS. 12-01516, 12-01821, 12-01981

AFFIDAVIT OF TERRY D. SLOYER RESIGNING FROM MEMBERSHIP IN WASHINGTON STATE BAR ASSOCIATION (ELC 9.3(b))

I, Terry D. Sloyer, being duly sworn, hereby attests to the following:

- 1. I am over the age of eighteen years and am competent. I make the statements in this affidavit from personal knowledge.
  - 2. I was admitted to practice law in the State of Washington on December 16, 2003.
- 3. I have voluntarily decided to resign from the Washington State Bar Association (the Association) in Lieu of Disbarment under Rule for Enforcement of Lawyer Conduct (ELC) 9.3.
- 4. Attached hereto as Exhibit A is Disciplinary Counsel's statement of alleged misconduct for purposes of ELC 9.3(b). While not admitting the misconduct in the Attached

Affidavit of Respondent Page 1

1	Statement	of Alleged Misconduct,	attached hereto as Exhibit A, I admit that the Association		
2	could prove, by a clear preponderance of the evidence, the violations set forth in Exhibit A, and				
3	that the proof of such violations would suffice to result in my disbarment.				
4	5.	5. I agree to pay restitution of \$41,158.00 to client PS.			
5	6.	6. I agree to pay restitution of \$6,340.23 to Washington Trust Bank.			
6	7.	7. I agree to pay restitution of \$3,900 to Connie Powell.			
7	8. I agree to pay restitution totaling \$5,686.71 to the following clients or former				
8	clients of Craig Mason in the amounts indicated below:				
9		Client	Amount		
10		Sherry Ackerson <sup>1</sup>	\$1,063.50		
11		GK	\$2,696.66		
12		PS	\$ 925.00		
13		RT	\$ 37.50		
14		GW	\$ 54.25		
15		JM	\$ 776.55		
16		KH	\$ 102.50		
17		AN	\$ 30.75		

I am submitting with this affidavit an executed confession of judgment for 9. \$1,151.00 to cover costs and expenses pursuant to ELC 9.3(f)(A).

\$5,686.71

10. I understand that my resignation is permanent and that any future application by me for reinstatement as a member of the Association is currently barred. If the Supreme Court

Total

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<sup>&</sup>lt;sup>1</sup> Sherry Ackerson's full name is listed because she filed a grievance with the Association.

changes this rule or an application is otherwise permitted in the future, it will be treated as an

1	18. I certify under penalty of perjury under the laws of the State of Washington that	-
2	the foregoing is true and correct.	/
3	11/29/12 CLEARFIELD, UT	
4	Date and Place Terri D. Sloyer, Bar No. 34571	_
5	SUBSCRIBED AND SWORN to before me this 29th day of November, 2012.	
6	$\Phi$	
7	DON G. MANNING NOTARY PUBLIC for the state of	
8	Commission #580367 Utah, residing at Clearfield, UT	
9	My commission expires: Oct. 15, 2013	
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extent of her use of client funds.

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- 3. On February 11, 2011, Respondent borrowed \$50,000 from another lawyer. Respondent used \$41,517.93 of this loan to open a new trust account at Washington Trust Bank (WTB). Based on these facts, it appears that Respondent used at least \$41,517.93 belonging to other clients. Respondent used some of these funds to distribute funds to clients TO, CA, and KH.
- 4. After February 11, 2011, Respondent continued to use funds from her trust account at WTB for personal and business purposes.
- 5. On April 7, 2011, Respondent deposited \$49,500.00 into her trust account belonging to client PS. Respondent withdrew \$7,658.00 of these funds to cover her fees. Bank records for Respondent's trust account reflect that Respondent made other payments to or on behalf of PS. After deducting these payments, Respondent's bank records reflect that Respondent's trust account should contain \$41,158.00 belonging to PS.
- 6. After April 7, 2011, Respondent withdrew all of the \$41,158.00 belonging to PS and used these funds for personal and business purposes.
  - 7. During March 2012, Respondent hired associate lawyer Craig Mason (Mason).
- 8. When Mason started working from Respondent, he had two clients, RK and KV, with pending personal injury claims. RK and KV were previously represented by lawyer Connie Powell (Powell). Powell had a claim for services rendered. Respondent and Mason agreed to pay Powell a share of the settlement proceeds for the claims of RK and KV.
- 9. In or about June 2012, the claims of RK and KV were settled and settlement proceeds were disbursed to Respondent. Respondent did not deposit the settlement proceeds into her trust account. She subsequently transferred some of the settlement proceeds into her trust account.

- 10. Under the terms of the agreement with Respondent and Mason, Powell was entitled to \$3,900 of the settlement proceeds for the claims of RK and KV.
- 11. Respondent kept and used Powell's \$3,900 share of the settlement proceeds. Powell never received any proceeds from the settlement.
- 12. Starting in July 17, 2012, Respondent withdrew funds from her trust account at WTB that exceeded the amount of funds in the account. As of September 12, 1012, Respondent's trust account at WTB had a negative balance of \$6,340.23.
- 13. On September 17, 2012, WTB charged off the \$6,340.23 and closed Respondent's trust account.
- 14. On July 15, 2012, Mason left Respondent's law firm. Mason's records reflect that Respondent's trust account should contain the following advance fees that were paid by Mason's clients:

Client	<u>Amount</u>
Sherry Ackerson <sup>1</sup>	\$1,063.50
GK	\$2,696.66
PS	\$ 925.00
RT	\$ 37.50
GW	\$ 54.25
JM	\$ 776.55
КН	\$ 102.50
AN	\$ 30.75
Total	\$5,686.71

<sup>&</sup>lt;sup>1</sup> Sherry Ackerson's full name is listed because she filed a grievance with the Association.

- 15. The negative balance in Respondent's trust account at WTB reflects that Respondent used and converted \$5,686.71 in advance fees belonging to Craig's clients.
- 16. Due to Respondent's lack of record keeping, the Association cannot ascertain the total amount of client funds Respondent converted. At this time, the amount of client funds missing is at least \$50,744.71 (PS: \$41,158.00, Mason's clients: \$5,686.71, Powell: \$3,900.00).

## **ALLEGED MISCONDUCT**

- 17. By converting and using client funds for personal purposes without the authority of clients, Respondent violated RPC 1.15A(b) (conversion and use of client funds), RPC 8.4(b) (by committing the crime of theft in violation of RCW 9A.56.020(1), and RPC 8.4(c) (engaging in conduct involving deceit).
- 18. By depositing client funds into Respondent's general account instead of into her trust account and by using those funds for personal purposes, Respondent violated RPC 1.15A(b) and RPC 1.15A(c).
  - 19. By overdrawing her trust account by \$6,340.23, Respondent violated RPC 8.4(c).

    DATED this 28<sup>Th</sup> day of November, 2012.

Jonathan Burke, Bar No. 20910 Senior Disciplinary Counsel