## IN THE SUPREME COURT OF TEXAS

Misc. Docket No. 06- 9059

## ORDER OF THE COURT APPROVING FY 2006-2007 BUDGET OF THE STATE BAR OF TEXAS

WHEREAS, the State Bar of Texas has petitioned the Supreme Court of Texas to review and approve its budget for the fiscal year 2006-2007; and

WHEREAS, the Court has reviewed such proposed budget; and
WHEREAS, it appears to the Court that all procedural antecedents have been complied with, including the public hearing and the notice to the membership; and

WHEREAS, it thus appears to the Court that such proposed budget should be approved;

IT IS, THERFORE, ORDERED that the proposed budget for fiscal year 20062007 of the State Bar of Texas, as submitted to this Court, be and it is hereby APPROVED in its entirety.

By the Court, en banc, in chambers, this $3 /$ day of May, 2006.


David $m$ medina
David M. Medina, Justice


Don R. Willett, Justice

Misc. Docket No. 06- 9059
Order of the Court Approving FY 2006-2007
Budget of the State Bar of Texas
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|  | STATE BAR Combined Propo For Fiscal Year | XAS Budgets -2007 |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{gathered} \text { General } \\ \text { Fund } \\ \hline \end{gathered}$ | $\begin{gathered} \text { Enterprise } \\ \text { Fund } \\ \text { (Book Fund) } \end{gathered}$ | Special Revenue Funds | $\begin{gathered} \text { Total Budget } \\ \text { FY } 2006-2007 \\ \hline \end{gathered}$ |
| Revenues: |  |  |  |  |
| Dues | \$16,328,600 |  | \$13,500 | \$16,342, 100 |
| Fees | 12,289,980 |  | 1,571,434 | 13,861,414 |
| Advertising | 1,059,000 |  |  | 1,059,000 |
| Sales | 1,700,139 | 2,042,085 | 2,800 | 3,745,024 |
| Investments | 650,000 | 66,000 | 11,400 | 727,400 |
| Grants | 6,000 |  | 797,755 | 803,755 |
| Contributions | 208,090 |  | 1,224,097 | 1,432,187 |
| Rent | 27,650 |  | 26,667 | 54,317 |
| Printing | 10,440 |  |  | 10,440 |
| Other Revenue | 764,870 | 499,223 | 500 | 1,264,593 |
| Receipts from Reserves |  |  | 2,395,686 | 2,395,686 |
| Total Revenues | 33,044,769 | 2,607,308 | 6,043,839 | 41,695,916 |
| Expenditures: |  |  |  |  |
| Salaries | 12,381,152 | 804,066 | 549,444 | 13,734,662 |
| Benefits | 3,450,611 | 206,908 | 142,992 | 3,800,511 |
| Travel | 1,714,955 | 34,600 | 332,461 | 2,082,016 |
| Meetings \& Conferences | 2,560,728 | 2,000 | 303,153 | 2,865,881 |
| Professional Services | 1,813,787 | 5,000 | 421,850 | $2,240,637$ |
| Court Fees | 99,925 |  |  | $99,925$ |
| Publicity/Advertising | 1,625,238 | 153,876 | 20,000 | 1,799,114 |
| Dues/Subscriptions/Licenses | 360,150 | 23,686 | 62,500 | 446,336 |
| Education/Training | 212,877 | 9,695 | 3,183 | 225,755 |
| Supplies/Awards/Gifts/Spec. Items | 593,507 | 24,500 | 166,295 | 784,302 |
| Rentals - Office, Equipment, Storage | 1,019,680 | 53,368 | 101,885 | 1,174,933 |
| Maintenance/Repair | 413,610 | 3,500 | 1,000 | 418,110 |
| Utilities | 190,305 |  |  | 190,305 |
| Postage and Freight | 824,690 | 135,375 | 68,050 | 1,028,115 |
| Telephone | 394,402 | 6,000 | 36,280 | 436,682 |
| Insurance | 454,260 | 6,000 | 10,500 | 470,760 |
| Administrative | 2,023,414 | 543,850 | 56,085 | 2,623,349 |
| Fixed Assets | 193,600 | 21,000 | 3,523,957 | 3,738,557 |
| Printing and Copying | 2,029,878 | 532,444 | 173,532 | 2,735,854 |
| Reserve for Contingencies | 688,000 |  |  | 688,000 |
| Transfer to Reserves |  | 41,440 | 70,672 | 112,112 |
| Total Expenditures | 33,044,769 | 2,607,308 | 6,043,839 | 41,695,916 |
| Total Revenues less Expenditures | 0 | 0 | 0 | 0 |

The purpose of the State Bar of Texas is to engage in those activites enumerated at $\$ 81.012$ of the State Bar Act. The expenditure of funds by the State Bar of Texas is limited both as set forth at $\S 81.034$ of the State Bar Act and in Keller v. State Bar of California, 496 U.S. 1 (1990). If any member feets that any actual or proposed expenditure is not within such purposes of, or limitations on, the State Bar, then such member may object thereto and seek a refund of a pro rata portion of his or her dues expended, plus interest, by filing a written objection with the Executive Director. The objection must be made in writing, addressed to the Executive Director of the State Bar, P.O. Box 12487, Austin, TX 78711, and postmarked not later than NINETY (90) days after the conclusion of the challenged activity.

Upon receipt of a member's objection, the Executive Director shall promptly review such objection together with the allocation of dues monies spent on the challenged activity and, in consultation with the President, shall have the discretion to resoive the objection, including refunding a pro rata portion of the member's dues, plus interest. Refund of a pro rata share of the member's dues shall be for the convenience of the Bar, and shall not be construed as an admission that the challenged actvity was or would not have been within the purposes of or limitations on the State Bar.

## State Bar of Texas <br> Proposed 2006-2007 <br> General Fund Budget

| Income/Receipts |  |
| :--- | ---: |
| Membership Dues | $16,328,600$ |
| Accounting/Management Fees | 433,505 |
| Bar Journal | $1,021,540$ |
| MCLE Fees | $1,933,000$ |
| TexasBar CLE | $11,382,909$ |
| Interest | 650,000 |
| Other Income | $1,295,215$ |
| Receipts from Prior Years |  |
|  |  |
| Total Income/Receipts | $33,044,769$ |
|  |  |
| Expenditures |  |
| Executive Division |  |
| Executive Director | 364,905 |
| Deputy Executive Director | 235,699 |
| General Counsel-Corporate | 405,170 |
| Unauthorized Practice of Law | 141,182 |
| Officers \& Directors | 586,835 |
| Presidential Initiatives | 188,000 |
| Strategic Planning | 132,482 |
| Governmental Relations Division |  |
| Governmental Relations | 351,596 |
| Center for Legal History | 119,715 |
| Law Related Education | 265,261 |
| Professional Development Division |  |
| TexasBarCLE . | $9,219,867$ |
| Minority Affairs | 197,763 |
| Sections | 130,872 |
| Access to Justice Division |  |
| Texas Lawyers Care | $1,128,461$ |
| Matching Funds Contingency | 20,000 |
| Access to Justice | 217,191 |
| Attorney Compliance Division |  |
| Office of Attomey Compliance Director | 151,156 |
| Advertising Review | 189,971 |
| Client Attorney Assistance Program | 417,917 |
| Lawyer Referral | 263,057 |
| Membership | 801,016 |
| MCLE | 512,026 |
| SBOT Volunteer Committees | 360,399 |
| Referendum | 100,000 |
|  |  |
|  |  |


| Expenditures |  |
| :--- | ---: |
| Administration Division |  |
| Office of Administration Director | 81,323 |
| Human Resources | 268,577 |
| Training/Tuition | 82,883 |
| Purchasing \& Facilities | 904,248 |
| Building \& Equipment Fund | 736,597 |
| Research \& Analysis | 151,494 |
| Professional Enhancement | 62,646 |
| Texas Lawyers Assistance | 228,705 |
|  |  |
| Finance \& Informatin Technology Division |  |
| Finance | 719,644 |
| Information Technology | $1,049,259$ |
| Other Administrative | 766,901 |
| Customer Service | 200,339 |
| Technology Fund | 400,000 |
|  |  |
|  |  |
| Board \& Board Relations Division |  |
| Office of Board \& Public Relations | 260,867 |
| Bar Journal | $1,271,281$ |
| Local Bars | 379,046 |
| Law Student Division Contribution | 14,666 |
| Public Information | 191,996 |
| Special Events | 204,615 |
| Texas Young Lawyers Association | 829,696 |
| Web Page | 306,468 |
|  |  |
| Office of Chief Disciplinary Counsel | $6,746,228$ |
| Chief Disciplinary Counsel | 28,019 |
| Statewide Committees | 408,730 |
| Board of Disciplinary Appeals | 250,000 |
| Client Security Fund |  |
| P |  |
| Total Expenditures |  |
| Excess (Deficit) of Revenues Over Expenditures | $\$$ |
|  |  |
|  |  |
|  |  |
|  |  |
|  |  |


|  |  | STAT Propose Specia | E BAR OF T <br> d 2006-2007 <br> al Revenue F | XAS <br> Budget unds |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Law Focused Grants | TBLS | Convention $\qquad$ <br> Fund | Texas Law Center | State Bar College | Law Student Division | $\begin{gathered} \text { Technology } \\ \text { Fund } \\ \hline \end{gathered}$ | Total |
| Revenues: |  |  |  |  |  |  |  |  |
| Dues |  |  |  |  |  | \$13,500 |  | \$13,500 |
| Fees |  | 1,008,959 | 368,975 |  | 193,500 |  |  | 1,571,434 |
| Sales |  |  |  |  | 2,800 |  |  | 1, 2,800 |
| Investments |  | 9,000 |  |  | 2,400 |  |  | 11,400 |
| Grants | 797,755 |  |  |  |  |  |  | 797,755 |
| Contributions |  |  | 87,500 | 736,597 |  |  | 400,000 | 1,224,097 |
| Rent |  |  |  | 26,667 |  |  |  | 26,667 |
| Other Revenue <br> Receipt from Reserves |  |  |  | 2,139,289 | $\begin{array}{r} 500 \\ 1,393 \end{array}$ | 464 | 254,540 | 2, $\begin{array}{r}500 \\ \hline\end{array}$ |
| Total Revenues | 797,755 | 1,017,959 | 456,475 | 2,902,553 | 200,593 | 13,964 | 654,540 | 6,043,839 |
| Expenditures: |  |  |  |  |  |  |  |  |
| Salaries | 67,620 | 400,514 | 17,460 |  | 63,850 |  |  |  |
| Benefits | 14,030 | 112,144 | 4,540 |  | 12,278 |  |  | 142,992 |
| Travel | 223,302 | 44,000 | 29,750 |  | 29,800 | 5,609 |  | 332,461 |
| Meetings \& Conferences | 95,053 | 25,000 | 176,050 |  | 5,800 | 1,250 |  | 303,153 |
| Professional Services | 206,650 | 210;000 | 3,200 |  | 2,000 |  |  | 421,850 |
| Publicity/Advertising |  | 6,000 | 13,500 |  | 200 |  |  | +20,000 |
| Dues/Subscriptions/Licenses |  | 6,000 |  | 56,000 | 500 |  |  | 62,500 |
| Education/Training | 683 | 2,000 |  |  | 500 |  |  | 3,183 |
| Supplies/Awards/Gifts/Spec. Items | 82,670 | 10,000 | 54,000 |  | 16,600 | 3,025 |  | 166,295 |
| Rentals - Office, Equipment, Storage | 5,145 | 95,240 |  |  | 1,500 |  |  | 101,885 |
| Maintenance/Repair Postage and Freight |  | 1,000 |  |  |  |  |  | 1,000 |
| Postage and Freight Telephone | 13,750 | 20,000 | 21,000 |  | 12,400 | 900 |  | 68,050 |
| Telephone Insurance | 800 | 25,200 10,500 | 9,000 |  | 1,100 | 180 |  | 36,280 |
| Administrative | 8,720 | 10,500 6,000 | 9,000 |  |  |  |  | 10,500 |
| Fixed Assets |  | 22,164 |  | 2,846,553 | r32,365 |  | 654,540 | 56,085 $3,523,957$ |
| Printing and Copying | 79,332 | 15,000 | 55,500 |  | 20,700 | 3,000 | 654,540 | 3,523,957 |
| Transfer to Reserves |  | 7,197 | 63,475 |  |  |  |  | 173,532 70,672 |
| Total Expenditures | 797,755 | 1,017,959 | 456,475 | 2,902,553 | 200,593 | 13,964 | 654,540 | 6,043,839 |
| Total Revenues less Expenditures | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

