By: Chisum

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A BILL TO BE ENTITLED 1 AN ACT 2 relating to the continuation and functions of the State Bar of 3 Texas. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 81.003, Government Code, is amended to 5 6 read as follows: Sec. 81.003. SUNSET PROVISION. The state bar is subject to 7 Chapter 325 (Texas Sunset Act). Unless continued in existence as 8 provided by that chapter, this chapter expires September 1, 2015 9 [2003]. 10 SECTION 2. Sections 81.020(c) and (f), Government Code, are 11 12 amended to read as follows: 13 (c) Elected members serve three-year terms. Nonattorney 14 members serve staggered terms of the same length as terms of elected The supreme court shall annually appoint two 15 board members. nonattorney members, with at least one of the two from a list of at 16 least five names submitted by the governor. Appointments to the 17 18 board [In making the appointments the supreme court and the governor must attempt to ensure full and fair representation of the 19 general public, including women, minorities, and retired persons 20 who are at least 55 years of age. Each appointment] shall be made 21 without regard to the race, color, disability [creed], sex, 22 religion, age, or national origin of the appointees. A person who 23 has served more than half of a full term is not eligible for 24

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1 reappointment to the board.

2 (f) The board of directors shall develop and implement 3 policies that clearly <u>separate</u> [define] the [respective] 4 responsibilities of the board and the <u>management responsibilities</u> 5 of the executive director and the staff of the state bar.

6 SECTION 3. Subchapter B, Chapter 81, Government Code, is 7 amended by adding Sections 81.0201 and 81.0215 to read as follows:

8 <u>Sec. 81.0201. TRAINING PROGRAM FOR BOARD MEMBERS. (a) A</u> 9 person who is appointed to and qualifies for office as a member of 10 <u>the board of directors may not vote, deliberate, or be counted as a</u> 11 <u>member in attendance at a meeting of the board until the person</u> 12 <u>completes a training program that complies with this section.</u>

- 13 (b) The training program must provide the person with 14 information regarding:
- 15 (1) the legislation that created the state bar and the
 16 board;
 17 (2) the programs operated by the state bar;
- 18 (3) the role and functions of the state bar;
 19 (4) the rules of the state bar, with an emphasis on the

20 rules that relate to disciplinary and investigatory authority;

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(6) the results of the most recent formal audit of the

(5) the current budget for the state bar;

- 23 <u>state bar;</u>
- 24 (7) the requirements of:
 25 (A) the open meetings law, Chapter 551;
 26 (B) the public information law, Chapter 552; and
 27 (C) other laws relating to public officials,

including conflict-of-interest laws; and 1 2 (8) any applicable ethics policies adopted by the 3 state bar or the Texas Ethics Commission. 4 Sec. 81.0215. STRATEGIC PLAN. (a) The state bar shall develop a comprehensive, long-range strategic plan for its 5 6 operations. Each even-numbered year, the state bar shall issue a plan covering five fiscal years beginning with the next 7 8 odd-numbered fiscal year. 9 (b) The strategic plan must include measurable goals and a system of performance measures that: 10 (1) relates directly to the identified goals; and 11 12 (2) focuses on the results and outcomes of state bar 13 operations and services. (c) Each year, the state bar shall report the performance 14 15 measures included in the strategic plan under this section to the supreme court and the editor of the Texas Bar Journal for 16 17 publication. SECTION 4. Section 81.022, Government Code, is amended by 18 adding Subsections (a-1) and (e) to read as follows: 19 20 (a-1) In developing and approving the annual budget, the 21 state bar and supreme court shall: 22 (1) consider the goals and performance measures identified in the strategic plan developed under Section 81.0215; 23 24 and 25 (2) identify additional goals and performance 26 measures as necessary. 27 (e) After implementing a budget approved by the supreme

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H.B. No. 599 1 court, the state bar shall report to the court regarding the state 2 bar's performance on the goals and performance measures identified in the strategic plan developed under Section 81.0215. The state 3 4 bar shall: 5 (1) revise the goals and performance measures as 6 necessary; and 7 (2) notify the supreme court of the revisions. 8 SECTION 5. Section 81.024(d), Government Code, is amended 9 to read as follows: (d) At the end of the 30-day period following the date the 10 ballots are mailed, the court shall count the returned ballots. [An 11 election is valid only if at least 51 percent of the registered 12 members of the state bar vote in the election. 13 14 SECTION 6. Subchapter B, Chapter 81, Government Code, is amended by adding Sections 81.0241, 81.0242, and 81.0243 to read as 15 follows: 16 17 Sec. 81.0241. RULES REGARDING ADVERTISING. (a) The supreme court may not promulgate rules restricting advertising or 18 19 competitive bidding by members of the state bar except to prohibit false, misleading, or deceptive practices. 20 21 (b) In its rules to prohibit false, misleading, or deceptive 22 practices, the supreme court may not include a rule that: (1) restricts the use of any medium for advertising; 23 24 (2) restricts the use of the personal appearance or voice of a member of the state bar in an advertisement; or 25 26 (3) relates to the size or duration of an 27 advertisement by a member of the state bar.

1 Sec. 81.0242. ELECTRONIC TRANSMISSION OF ELECTION 2 MATERIALS. (a) The state bar may, with the approval of the supreme court, distribute by electronic transmission ballots and related 3 materials and receive by electronic transmission completed ballots 4 5 in an election under this chapter. 6 (b) Before approving the distribution of ballots and related materials by electronic transmission under this section, 7 the supreme court must be satisfied that the state bar has 8 9 implemented procedures that ensure each member of the state bar will have secure access to election ballots and information. 10 Sec. 81.0243. PARTICIPATION IN ELECTIONS. The state bar, 11 12 in the manner provided by the supreme court, shall: (1) promote and monitor participation of members of 13 14 the state bar in elections under this chapter; and 15 (2) report statistics regarding that participation to the supreme court and the editor of the Texas Bar Journal for 16 publication. 17 SECTION 7. Section 81.026(a), Government Code, is amended 18 to read as follows: 19 The board may create committees, subject to the 20 (a) 21 executive committee's approval under Subchapter I, and sections as it considers advisable and necessary to carry out the purposes of 22 this chapter. 23 24 SECTION 8. Section 81.027(a), Government Code, is amended 25 to read as follows: (a) The board of directors may remove a director from the 26 board at any regular meeting by resolution declaring the director's 27

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position vacant. It is a ground for removal from the board that a 1 2 director [if]: 3 (1)does not have at the time of taking office the 4 applicable qualifications for office, if any; (2) does not maintain during service on the board the 5 6 applicable qualifications for office, if any; (3) is ineligible for membership under Section 81.028 7 8 or 81.031; 9 (4) cannot, because of illness or disability, discharge the director's duties for a substantial part of the 10 di<u>rector's term; or</u> 11 (5) is absent from more than half of the regularly 12 scheduled board meetings that the director is eligible to attend 13 14 during a calendar year without an excuse approved by a majority vote of the board [the director, in the board's determination, has 15 become incapacitated and cannot perform his duties as a director; 16 [(2) the director has been absent, without cause 17 considered adequate by the board, from any two consecutive regular 18 meetings of the board or from a total of four meetings; 19 20 [(3) the director violates a prohibition established 21 by Section 81.028; or [(4) the director has violated the terms or provisions 22 of Section 81.031]. 23 24 SECTION 9. Section 81.028, Government Code, is amended to 25 read as follows: Sec. 81.028. RELATIONSHIP WITH TRADE ASSOCIATION [EMPLOYEE 26 OR CONSULTANT]. (a) In this section, "Texas trade association" 27

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means a cooperative and voluntarily joined statewide association of 1 2 business or professional competitors in this state designed to assist its members and its industry or profession in dealing with 3 4 mutual business or professional problems and in promoting their 5 common interest. 6 (b) A person may not be a member of the board of directors 7 and may not be a state bar employee employed in a "bona fide executive, administrative, or professional capacity," as that 8 9 phrase is used for purposes of establishing an exemption to the overtime provisions of the federal Fair Labor Standards Act of 1938 10 (29 U.S.C. Section 201 et seq.), and its subsequent amendments, if: 11 12 (1) the person is an officer, employee, or paid consultant of a Texas trade association in the field of board 13 14 interest; or 15 (2) the person's spouse is an officer, manager, [A member of the board of directors or an employee of the board may not 16 17 be an employee] or paid consultant of a Texas trade association in the field of board interest. 18 SECTION 10. Sections 81.029(j) and (k), Government Code, 19 are amended to read as follows: 20 (j) The executive director or the executive director's 21 designee shall prepare and maintain a written policy statement that 22 implements [to assure implementation of] a program of equal 23 24 employment opportunity to ensure that [under which] all personnel 25 decisions [transactions] are made without regard to race, color, 26 disability [handicap], sex, religion, age, or national origin. The 27 policy statement must include:

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H.B. No. 599 personnel policies, including policies relating 1 (1)2 to recruitment, evaluation, selection, [appointment,] training, and promotion of personnel, that show the intent of the state bar to 3 avoid the unlawful employment practices described by Chapter 21, 4 5 Labor Code; and 6 (2) <u>an</u> [a comprehensive] analysis of the <u>extent to</u> 7 which the composition of the state bar's personnel is in accordance 8 with state and federal law and a description of reasonable methods to achieve compliance with state and federal law [state bar work 9 force that meets federal and state guidelines; 10 [(3) procedures by which a determination can be made 11 of significant underuse in the state bar work force of all persons 12 for whom federal or state guidelines encourage a more equitable 13 balance; and 14 15 [(4) reasonable methods to appropriately _address those areas of significant underuse]. 16 (k) The [A] policy statement [prepared under Subsection 17 (j)] must: 18 [cover an annual period,] be updated [at least] 19 (1) 20 annually; 21 (2) be reviewed by the state Commission on Human Rights for compliance with Subsection $(j)(1); [\tau]$ and 22 (3) be filed with the supreme court and the governor's 23 24 office. SECTION 11. Subchapter B, Chapter 81, Government Code, is 25 amended by adding Sections 81.035, 81.036, 81.037, and 81.038 to 26 read as follows: 27

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1	Sec. 81.035. INFORMATION REGARDING REQUIREMENTS FOR OFFICE
2	OR EMPLOYMENT. The executive director or the executive director's
3	designee shall provide to members of the board of directors and to
4	agency employees, as often as necessary, information regarding the
5	requirements for office or employment under this chapter, including
6	information regarding a person's responsibilities under applicable
7	laws relating to standards of conduct for state officers or
8	employees.
9	Sec. 81.036. INFORMATION ON CERTAIN COMPLAINTS. (a) The
10	state bar shall maintain a file on each written complaint, other
11	than a grievance against an attorney, filed with the state bar. The
12	file must include:
13	(1) the name of the person who filed the complaint;
14	(2) the date the complaint is received by the state
15	bar;
16	(3) the subject matter of the complaint;
17	(4) the name of each person contacted in relation to
18	the complaint;
19	(5) a summary of the results of the review or
20	investigation of the complaint; and
21	(6) an explanation of the reason the file was closed,
22	if the state bar closed the file without taking action other than to
23	investigate the complaint.
24	(b) The state bar shall provide to the person filing the
25	complaint and to each person who is a subject of the complaint a
26	copy of the state bar's policies and procedures relating to
27	complaint investigation and resolution.

(c) The state bar, at least quarterly until final 1 2 disposition of the complaint, shall notify the person filing the complaint and each person who is a subject of the complaint of the 3 4 status of the investigation unless the notice would jeopardize an 5 undercover investigation. 6 Sec. 81.037. STATE EMPLOYEE INCENTIVE PROGRAM. The 7 executive director or the executive director's designee shall provide to state bar employees information and training on the 8 benefits and methods of participation in the state employee 9 incentive program under Subchapter B, Chapter 2108. 10 Sec. 81.038. USE OF TECHNOLOGY. The board of directors 11 12 shall develop and implement a policy requiring the executive director and state bar employees to research and propose 13 appropriate technological solutions to improve the state bar's 14 15 ability to perform its functions. The technological solutions 16 must: 17 (1) ensure that the public is able to easily find information about the state bar on the Internet; 18 19 (2) ensure that persons who want to use the state bar's services are able to: 20 21 (A) interact with the state bar through the 22 Internet; and 23 (B) access any service that can be provided 24 effectively through the Internet; and 25 (3) be cost effective and developed through the state 26 bar's planning processes. SECTION 12. Section 81.054, Government Code, is amended by 27

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1 amending Subsection (a) and adding Subsections (f)-(i) to read as 2 follows:

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3 (a) The supreme court shall set fees for members of the
4 state bar. The fees, other than those set for associate members,
5 must be set in accordance with this section and Section 81.024.

6 (f) A person who is otherwise eligible to renew the person's
7 membership may renew the membership by paying the required
8 membership fees to the state bar on or before the due date.

9 (g) A person whose membership has been expired for 90 days 10 or less may renew the membership by paying to the state bar 11 membership fees equal to 1-1/2 times the normally required 12 membership fees.

13 (h) A person whose membership has been expired for more than 14 <u>90 days but less than one year may renew the membership by paying to</u> 15 <u>the state bar membership fees equal to two times the normally</u> 16 <u>required membership fees.</u>

17 (i) Not later than the 30th day before the date a person's 18 membership is scheduled to expire, the state bar shall send written 19 notice of the impending expiration to the person at the person's 20 last known address according to the records of the state bar.

21 SECTION 13. The heading to Section 81.072, Government Code, 22 is amended to read as follows:

23 Sec. 81.072. <u>GENERAL</u> DISCIPLINARY AND DISABILITY 24 PROCEDURES.

25 SECTION 14. Section 81.072, Government Code, is amended by 26 amending Subsections (a), (b), (e), (f), (h), and (o) and adding 27 Subsection (e-1) to read as follows:

1 (a) In furtherance of the supreme court's powers to 2 supervise the conduct of attorneys, the court shall establish 3 disciplinary and disability procedures <u>in addition to the</u> 4 procedures provided by this subchapter.

5 (b) The supreme court shall establish minimum standards and 6 procedures for the attorney disciplinary and disability system. 7 The standards and procedures for processing <u>grievances</u> 8 [<u>complaints</u>] against attorneys must provide for:

9 (1) <u>classification of all grievances and</u> 10 investigation of all [inquiries and] complaints;

11 (2) a full explanation to each complainant on 12 dismissal of an inquiry or a complaint;

13 (3) periodic preparation of abstracts of inquiries and 14 complaints filed that, even if true, do or do not constitute 15 misconduct;

16 (4) an information file for each <u>grievance</u> [complaint]
17 filed;

18 (5) a <u>grievance</u> [complaint] tracking system to monitor 19 processing of <u>grievances</u> [complaints] by category, method of 20 resolution, and length of time required for resolution;

(6) notice by the state bar to the parties of a written grievance [complaint] filed with the state bar that the state bar has the authority to resolve of the status of the grievance [complaint], at least quarterly and until final disposition, unless the notice would jeopardize an undercover investigation;

26 (7) an administrative system for attorney
 27 disciplinary and disability <u>findings in lieu of</u> [decisions as an

option to] trials in district court, including an appeal procedure 1 2 to the Board of Disciplinary Appeals and the supreme court under the substantial evidence rule; 3 (8) an administrative system for reciprocal 4 and 5 compulsory discipline; 6 (9) interim suspension of an attorney posing a threat 7 of immediate irreparable harm to a client; 8 (10) authorizing all parties to an attorney 9 disciplinary hearing, including the complainant, to be present at all hearings at which testimony is taken and requiring notice of 10 those hearings to be given to the complainant not later than the 11 seventh day before the date of the hearing; 12 the commission adopting rules that govern the use 13 (11)14 of private reprimands by grievance committees and that prohibit a 15 committee: (A) giving an attorney more than one private 16 17 reprimand within a five-year period for a violation of the same disciplinary rule; or 18 giving a private reprimand for a violation 19 (B) that involves a failure to return an unearned fee, a theft, or a 20 21 misapplication of fiduciary property; and (12) distribution of a voluntary survey to 22 all complainants urging views on grievance system experiences. 23 24 (e) The state bar shall establish a voluntary mediation and dispute resolution procedure to: 25 (1) resolve each allegation [that may be used as a 26 model for resolving allegations] of attorney misconduct that is: 27

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(A) classified as an inquiry under Section 81.073 1 2 because it does [do] not constitute an offense cognizable under the Texas Disciplinary Rules of Professional Conduct; or 3 4 (B) classified as a complaint and subsequently 5 dismissed; and 6 (2) facilitate coordination with other programs 7 administered by the state bar to address and resolve inquiries and complaints referred to the voluntary mediation and dispute 8 9 resolution procedure. (e-1) All types of information, proceedings, hearing 10 transcripts, and statements presented during the voluntary 11 12 mediation and dispute resolution procedure established under Subsection (e) are confidential to the same extent the information, 13 proceedings, transcripts, or statements would be confidential if 14 15 presented to a panel of a district grievance committee. (f) Responses to the survey provided for in Subsection 16 17 (b)(12) may not identify either the complainant or attorney and shall be open to the public. The topics must include: 18 19 (1)treatment by the grievance system staff and volunteers; 20 the fairness of grievance procedures; 21 (2) the length of time for grievance [complaint] 22 (3) 23 processing; 24 (4) disposition of the grievance [complaint]; and 25 (5) suggestions for improvement of the grievance 26 system. The state bar or a court may not require an attorney 27 (h)

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against whom a disciplinary action has been brought to disclose information protected by the attorney-client privilege if the client did not initiate the <u>grievance</u> [complaint] that is the subject of the action.

5 (o) Whenever a grievance is either dismissed as an inquiry 6 or dismissed as a complaint [after an investigatory hearing] in 7 accordance with the Texas Rules of Disciplinary Procedure and that 8 dismissal has become final, the respondent attorney may thereafter 9 deny that a grievance was pursued and [. In any disciplinary action which is tried to verdict before an evidentiary panel or a district 10 court and there is a take-nothing judgment entered which becomes 11 12 final, the respondent attorney] may file a motion with the district grievance committee [tribunal] seeking expunction of all records 13 [the tribunal's file] on the matter, [. In the event an expunction 14 15 is granted, the evidentiary panel or district court shall order that all records be destroyed] other than statistical or 16 17 identifying information maintained by the chief disciplinary counsel pertaining to the [any] grievance [which formed the basis 18 of the disciplinary action and the respondent attorney may 19 thereafter deny any grievance which formed the basis of the 20 21 disciplinary action was filed].

SECTION 15. Subchapter E, Chapter 81, Government Code, is amended by adding Sections 81.073, 81.074, 81.075, 81.0751, 81.0752, and 81.0753 to read as follows:

25 <u>Sec. 81.073. CLASSIFICATION OF GRIEVANCES. (a) The chief</u> 26 <u>disciplinary counsel's office shall classify each grievance on</u> 27 <u>receipt as:</u>

1	(1) a complaint, if the grievance alleges conduct
2	that, if true, constitutes professional misconduct or disability
3	cognizable under the Texas Disciplinary Rules of Professional
4	Conduct; or
5	(2) an inquiry, if the grievance alleges conduct that,
6	even if true, does not constitute professional misconduct or
7	disability cognizable under the Texas Disciplinary Rules of
8	Professional Conduct.
9	(b) A complainant may appeal the classification of a
10	grievance as an inquiry to the Board of Disciplinary Appeals, or the
11	complainant may amend and resubmit the grievance. An attorney
12	against whom a grievance is filed may not appeal the classification
13	of the grievance.
14	Sec. 81.074. DISPOSITION OF INQUIRIES. The chief
15	disciplinary counsel shall dismiss a grievance classified as an
16	inquiry and refer the inquiry to the voluntary mediation and
17	dispute resolution procedure established under Section 81.072(e).
18	Sec. 81.075. DISPOSITION OF COMPLAINTS. (a) The chief
19	disciplinary counsel shall review each grievance classified as a
20	complaint to determine whether there is just cause, as defined by
21	the Texas Rules of Disciplinary Procedure.
22	(b) After reviewing a complaint, the chief disciplinary
23	counsel shall place the complaint on:
24	(1) a hearing docket, if the counsel finds just cause;
25	or
26	(2) a dismissal docket, if the counsel finds there is
27	no just cause.

H.B. No. 599 (c) A district grievance committee shall consider each 1 2 complaint placed on the dismissal docket at a closed hearing without the complainant or the respondent attorney present. 3 The 4 committee may: 5 (1) approve the dismissal of the complaint and refer 6 the complaint to the voluntary mediation and dispute resolution 7 procedure established under Section 81.072(e); or 8 (2) deny the dismissal of the complaint and place the 9 complaint on a hearing docket. (d) A panel of a district grievance committee shall conduct 10 a hearing on each complaint placed on the hearing docket. The 11 commission represents the interests of the complainant at the 12 hearing. Each party may seek and the committee may issue a subpoena 13 14 to compel attendance and production of records before the panel. 15 Each party may conduct limited discovery in general accordance with the Texas Rules of Evidence as prescribed by rules of the supreme 16 17 court. (e) After conducting a hearing under Subsection (d), the 18 19 panel of the district grievance committee may: (1) dismiss the complaint and refer it to the 20 21 voluntary mediation and dispute resolution procedure established 22 under Section 81.072(e); (2) find that the respondent attorney suffers from a 23 24 disability and forward that finding to the Board of Disciplinary 25 Appeals for referral to a district disability committee; or 26 (3) find that professional misconduct occurred and 27 impose sanctions.

1	Sec. 81.0751. APPEALS. The commission, on behalf of a
2	complainant, or a respondent attorney may appeal:
3	(1) a finding of a panel of a district grievance
4	committee under Section 81.075(e) only to the Board of Disciplinary
5	Appeals; and
6	(2) a finding of the Board of Disciplinary Appeals to
7	the supreme court.
8	Sec. 81.0752. CONFIDENTIALITY. (a) All types of
9	information, proceedings, hearing transcripts, and statements
10	presented to a panel of a district grievance committee are
11	confidential and may not be disclosed to any person other than the
12	chief disciplinary counsel unless:
13	(1) disclosure is ordered by a court; or
14	(2) the panel finds that professional misconduct
15	occurred and a sanction other than a private reprimand is imposed
16	against the respondent attorney.
17	(b) If the requirements of Subsection (a)(2) are met, the
18	panel of the district grievance committee shall, on request, make
19	the information, proceedings, hearing transcripts, or statements
20	available to the public.
21	Sec. 81.0753. RULES REGARDING GRIEVANCES. The supreme
22	court shall promulgate rules regarding the classification and
23	disposition of grievances, including rules specifying time limits
24	for each stage of the grievance resolution process.
25	SECTION 16. Section 81.079, Government Code, is amended to
26	read as follows:
27	Sec. 81.079. PUBLIC NOTIFICATION AND INFORMATION. (a) To

H.B. No. 599 provide information to the public relating to the attorney 1 2 grievance process, the state bar shall: 3 (1)develop a brochure written in Spanish and English 4 describing the bar's grievance process; establish a toll-free "800" telephone number for 5 (2) public access to the chief disciplinary counsel's office in Austin 6 7 and list the number in telephone directories statewide; 8 (3) describe the bar's grievance process in the bar's 9 telephone directory listings statewide; and 10 (4) make grievance [complaint] forms written in Spanish and English available in each county courthouse. 11 Each attorney practicing law in this state shall provide 12 (b) notice to each of the attorney's clients of the existence of a 13 14 grievance process by: 15 (1)making grievance [complaint] brochures prepared by the state bar available at the attorney's place of business; 16 17 (2) posting a sign prominently displayed in the attorney's place of business describing the process; 18 including the information on a written contract 19 (3) for services with the client; or 20 (4) providing the information in a bill for services 21 to the client. 22 SECTION 17. Section 81.113, Government Code, is amended by 23 24 adding Subsection (c) to read as follows: 25 (c) The state bar shall recognize, prepare, or administer continuing education programs for members of the state bar. A 26 27 member of the state bar must participate in the programs to the

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1	extent required by the supreme court to maintain the person's state
2	bar membership.
3	SECTION 18. Chapter 81, Government Code, is amended by
4	adding Subchapter I to read as follows:
5	SUBCHAPTER I. EXECUTIVE COMMITTEE
6	Sec. 81.121. EXECUTIVE COMMITTEE. (a) The executive
7	committee consists of:
8	(1) the president, the president-elect, and the
9	immediate past president of the state bar;
10	(2) the chair of the board of directors;
11	(3) the president of the Texas Young Lawyers
12	Association; and
13	(4) additional members appointed by the board of
14	directors.
15	(b) The general counsel and executive director serve as ex
16	officio members of the committee.
17	(c) The president of the state bar serves as chair of the
18	committee. The chair of the board of directors serves as vice chair
19	of the committee and presides over committee meetings in the
20	committee chair's absence.
21	Sec. 81.122. DUTIES OF EXECUTIVE COMMITTEE. The executive
22	committee shall:
23	(1) on the recommendation of the president-elect of
24	the state bar, approve the creation of additional standing and
25	special committees of the state bar in accordance with Section
26	<u>81.123;</u>
27	(2) conduct a comprehensive review of standing and

special committees of the state bar at least biennially and more 1 2 frequently as the executive committee determines necessary to 3 assess whether there is: 4 (A) a continued need for each committee; and 5 (B) unnecessary overlap of the committees' 6 activities; and 7 (3) perform other duties as delegated by the board of 8 directors. 9 Sec. 81.123. APPROVAL OF COMMITTEES. Before the executive committee may approve the creation of an additional standing or 10 special committee of the state bar, the committee must: 11 12 (1) study and determine the fiscal impact creating the committee would have on the state bar budget; and 13 14 (2) poll the chair of each existing committee and 15 conduct a review to determine whether the matter to be addressed by the proposed committee could be addressed by an existing committee. 16 17 SECTION 19. Sections 81.020(e) and 81.029(1), Government Code, are repealed. 18 SECTION 20. Not later than January 1, 2004, the executive 19 director of the State Bar of Texas or the executive director's 20 21 designee shall prepare the written policy statement required by Section 81.029, Government Code, as amended by this Act. 22

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SECTION 21. (a) The changes in law made by this Act in the prohibitions or qualifications applying to members of the board of directors of the State Bar of Texas do not affect the entitlement of a member serving on the board immediately before September 1, 2003, to continue to serve and function as a member of the board for the

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1 remainder of the member's term. Those changes in law apply only to
2 a member appointed on or after September 1, 2003.

3 (b) Section 81.036, Government Code, as added by this Act, 4 applies only to a complaint filed with the State Bar of Texas on or 5 after the effective date of this Act, regardless of whether the 6 conduct or act that is the subject of the complaint occurred or was 7 committed before, on, or after the effective date of this Act.

8 (c) Section 81.054, Government Code, as amended by this Act, 9 applies to membership fees for renewal of a membership in the State 10 Bar of Texas that become due on or after the effective date of this 11 Act. Membership fees for renewal of a membership that became due 12 before the effective date of this Act are governed by the law in 13 effect on the date the membership fees became due, and the former 14 law is continued in effect for that purpose.

15 (d) Section 81.072, Government Code, as amended by this Act, and Sections 81.073, 81.074, 81.075, 81.0751, 81.0752, and 81.0753, 16 17 Government Code, as added by this Act, apply to a grievance filed on or after the effective date of this Act, regardless of whether the 18 conduct or act that is the subject of the grievance occurred before, 19 on, or after the effective date of this Act. A grievance filed 20 before the effective date of this Act is governed by the law in 21 effect on the date the grievance was filed, and the former law is 22 continued in effect for that purpose. 23

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SECTION 22. This Act takes effect September 1, 2003.